

33.—Federal Government New Security Issues during the Year Ended Mar. 31, 1953

(Payable in Canada)

Security Issues	Issue Date	Maturity Date	Interest Rate	Price to Government	Yield at Price to Government	Total Amount Issued	Renewals or Reconversion Included in Amount Issued	Amount Issued for Cash
			p.c.	\$	p.c.	\$	\$	\$
Issued to Chartered Banks—								
Deposit certificates	Aug. 27, 1952	Feb. 25, 1953	1½	100.00	1.75	200,000,000	200,000,000	—
Deposit certificates	Feb. 25, 1953	May 15, 1953	1½	100.00	1.75	200,000,000	200,000,000	—
Deposit certificates	July 23, 1952	Nov. 15, 1952	1½	100.00	1.50	100,000,000	—	100,000,000
Totals.....						500,000,000	400,000,000	100,000,000
Issued to Bank of Canada—								
Six-month treasury notes.....	May 1, 1952	Nov. 1, 1952	1½	100.00	1.375	200,000,000	200,000,000	—
Six-month treasury notes.....	Sept. 1, 1952	Mar. 1, 1953	1½	100.00	1.75	550,000,000	550,000,000	—
Six-month treasury notes.....	Nov. 1, 1952	May 1, 1953	1½	100.00	1.75	200,000,000	200,000,000	—
Six-month treasury notes.....	Mar. 1, 1953	Sept. 1, 1953	1½	100.00	1.75	550,000,000	550,000,000	—
Totals.....						1,500,000,000	1,500,000,000	—
Issued to General Public—								
One-year-four-month loan.....	Mar. 1, 1953	July 1, 1954	2	98.60	3.08	100,000,000	100,000,000	—
Two-year-four-month loan.....	Mar. 1, 1953	July 1, 1955	2½	97.60	3.33	200,000,000	200,000,000	—
One-year loan.....	Nov. 1, 1952	Nov. 1, 1953	2	99.05	2.97	300,000,000	300,000,000	—
Two-year-1½-month loan.....	Nov. 1, 1952	Dec. 15, 1954	2	97.75	3.10	150,000,000	150,000,000	—
Twenty-five-year loan.....	Jan. 15, 1953	Jan. 15, 1978	3½	98.00	3.87	60,000,000	—	60,000,000
Canada Savings Bonds Series VII Net.....	Nov. 1, 1952	Aug. 1, 1963	3½	98.9375		340,304,350	—	340,304,350
Totals.....						1,150,304,350	750,000,000	400,304,350
Increase in treasury bills.....	Various	Various	Various	Various	Various	150,000,000	—	150,000,000
Grand Totals.....						3,300,304,350	2,650,000,000	650,304,350

Guaranteed Debt.—Besides the direct debt of the Federal Government, already dealt with, there are large indirect obligations arising mainly out of the guarantee of securities, by the Federal Government, of the railway lines that now form the Canadian National Railways and the subsequent extensions thereof. Together with these are other small indirect obligations originating in the Government's guarantees of the bonds of the Canadian National Steamship services and of the bonds of the Harbour Commissions issued mainly for harbour improvements. Since 1932, guarantees of certain bank loans have been made under the various Relief Acts. With the commencement of business by the Bank of Canada on Mar. 11, 1935, the guarantee [authorized by Sect. 27 (6) of the Bank of Canada Act] of the deposit required to be maintained in the Bank of Canada by every chartered bank came into force. This guarantee must be implemented "in the event of the property and assets of the Bank being insufficient to pay its liabilities and if the Bank suspends payment of any of its liabilities".