

LOANS AND INVESTMENTS, ACTIVE—Concluded

(000 omitted)

	1935-36	1936-37	1937-38	1938-39	Estimated 1939-40
	\$	\$	\$	\$	\$
Less write-offs—					
Soldier and general land settlement loans.....	-488	-628	-750	-895	-1,643
Canadian Farm Loan Board—Capital Stock.....	—	-20	-10	-14	-11
Loans to Province of Saskatchewan—Drought Area Relief, 1934-35.....	—	—	—	—	-1,374
Write-down to non-active assets—					
Manitoba and Saskatchewan treasury bills.....	—	-18,487	—	—	—
Net change in active investments.....	63,539	25,103	Cr. 361	27,557	46,017

LOAN FLOTATIONS

46. In the fiscal year ended March 31, 1940, the government issued obligations in the amount of \$657,793,471. All these issues were floated in the Canadian market. Maturing obligations in the amount of \$362,935,587

were redeemed out of the proceeds of the new issues, the remainder of the proceeds providing cash for the current purposes of government.

47. The following table gives details of the amounts, terms and purposes of the new issues and the prices at which they were sold:

LOAN FLOTATIONS, 1939-40

Issue Date	Maturity Date	Interest Rate	Where Payable	Price		Yield at		Amount Issued	Issue Refunded	
				To Public	To Government*	Public Price	Price to Government		Amount	Interest Rate
1939		%		\$	\$	%	%	\$	\$	%
May 15..	May 15, 1942	1½	Canada	99.375	98.77	1.72	1.92	95,500,000	{ 37,362,000 15,346,000 1,690,500	{ 1 2 2½
May 15..	June 1, 1958	3	Canada	98.50	97.71	3.10	3.16	39,000,000	{ 30,101,500	{ 4
July 1..	July 1, 1940	4	Canada (School Lands)	—	100.00	—	4.00	33,293,471	33,293,471	4
Oct. 16..	Oct. 16, 1941	2	Canada	—	100.00	—	2.00	200,000,000	{ 2,638,000 4,654,000 6,242,500 99,425,979† 17,168,000	{ 1 2 2½ 3½ 4
1940										
Feb. 1..	Feb. 1, 1948-52	3½	Canada	100.00	99.216	3.27	3.36	250,000,000	75,013,637	3
Mar. 1..	Mar. 1, 1945	2	Canada	—	99.375	—	2.13	40,000,000	40,000,000	
								657,793,471	362,935,587	
Total amount issued for refunding purposes.....								362,935,587		
Total amount issued to provide new cash.....								294,857,884		
								657,793,471		

* Price to public, less commissions to dealers.

† Amount outstanding of 1930-50 3½% Registered Stock called for redemption on April 17, 1940, less amount held in sinking fund, converted at \$4.86=£1.

48. During the fiscal year under review, the issue fortnightly of three months' treasury bills was continued. The last issue of treasury bills during the year ended March 31, 1940, was sold at a discount of .747 per cent. The average cost to the treasury of funds obtained

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from the twenty-three offerings during the year was a discount basis of .726 per cent. The amount of these treasury bills outstanding at March 31, 1940, was \$155,000,000 unchanged from the total outstanding at the close of the previous fiscal year.