

BOARD OF GOVERNORS  
OF THE  
FEDERAL RESERVE SYSTEM

## Office Correspondence

Date November 17, 1941To Mr. Thurston

Subject: \_\_\_\_\_

From C. P. Kindleberger

Supplementing my memorandum of November 12, 1941, I have received further information on two points:

1. The Finance Minister's remarks in September stated that income was expected to be \$100,000,000 higher than anticipated in the budget estimates, and not that the deficit would be reduced to \$100,000,000. The Dominion Government's deficit, exclusive of financial aid to the British, therefore, will be on the order of \$418,000,000, with revenue of \$1,500,000,000, defense expenditure of \$1,450,000,000, and non-defense expenditure of \$468,000,000.

2. The final results of the Victory Loan of June 1941 are now published. These indicate cash subscriptions of \$730,000,000, conversion subscriptions of \$106,000,000, making a total of \$837,000,000. Cash subscriptions were divided between the 5 1/2- and 10-year maturities as follows:

1946 maturities .....	\$151,000,000
1951 maturities .....	579,000,000

The total number of subscribers was 968,259. Of this total, approximately 861,000 subscriptions were received in amounts under \$500 for bonds making a total of \$115,000,000.

CPK