# . BUDGET SPEECH <br> DELIVERED BY 

HON. SIR CHARLES TUPPER, C.B., G.C.M.G., \&C:, MINISTER OF FINANCE, -IN-

## THE HOUSE OF OOMMONS,

HRIDAX, 27th APRII, IB88.

Mr. Speaker, in rising to movo that you do now leave the Chair for the purpose of going into Comaititee of Ways aud Means, I must again ask the indulgence of the House from the face that, owing to the oiroumstances connocted with the administration of the affairs of the coinntry, I have boen under the nocessity of being absent from Ottawa for a considerable period since the last Session. Although my departmenti his beon watched over during my absonce, first in Lóndon and afterwards in Washington, by my colleagae, the hon, the Minister of Sustom's, with his usual ability, yet this House will expect from mo, as Finance Minister, the usual statement as to the finanoial conditiou of the country.' With this brié proface, I will pass at once to the consideration of our condition in that respect. I will first give explanations as to the variations in the financial statemonts made in May last rospecting tho year oxpired 30 th June, 1887, and then roview the condition of affairs of the current fiscol yoar, and finally indicate to the House the position that the Government expect will transpire during the next financial yoar.
finandal statement-resúlt of yeár 1886-87.
Taking first the financial affairs for the yoar ended 30th June last, we ostimated that the revenue recoived from all sources would amount to $\$ 35,300,000$. In May $j^{\text {ast, when making the annual statement, } \mathrm{T} \text { ondeavored to deal with our expectations }}$ in as careful a maner as I could, and not to overestimate the probable revo nue likely to be received. It is with pleasture that 1 remind the House that the totial revenues for the year were $\$ 35,754,993$, or au increase over the estimate of \$45\&,993: The yiold from Customs whioh we estimated would amount to $\$ 22,000,000$ actually amounted to $\$ 32,378,800$. This increase was no doubt'mainly caused by the revenue of the following yoar being anticipated, owing to the changes made in the
tariff. Before passing from this branch of the subject, I think it will be interesting to point out to the hon. members some of the foatures which might be termed the curiosities of Customs revenue. In the year ended 30th June, 1886, the amount of duty collected on coal and coke was $\$ 1,072,392$. The revenue on these articles for the year 1887 amounted to $\$ 1,178,964$, or an increase of over $\$ 100,000$ over the preceding year, although 150,000 tons of anthracite coal were admitted free of duty in this latter year, a striking indication of the progress which Canada made during that yoar in manufactures. In the matter of luxuries such as faney goods, there was an increase from $\$ 332,246$ in 1886 to $\$ 608,776$ in 1887. In silks and manufactures of silk there was an increase from $\$ 702,465$ in 1886 , to $\$ 860,395$ in 1887; and whilst, on these luxuries the revenue has increased it will no doubt be gratifying to the members of the House to find that in tho year 1837, 1,207,284 gallons only of spirits and wine were imported against an importation of $1,400,690$ gallons of the same commodity in the year before, and that the revenue therefrom in 1886 amounted to $\$ 1,911,601$, whereas in 1887 the yield was only $\$ 1,700,076$, showing conclusively that the temporate habite of the people are increasing. Lof me add that this conclusion is borne out by the report of my hon. friend the Minister of Inland Revenue. In 1887 the quintity of spirits taken for consumption was 2,864,935 gallons as against an average of $3,376,410$ gallons for the two years preceding. I take the average of the two previous yeare, inasmuch as the quantity taken for consumption in the year 1885 was abnormaliy large owing to an anticipated inerease of duty, and the figures for 1886 are smaller in consequence, The avorage of the two years is fair and just for comparison. The revenue from sugar of all kinds shows an increase in 1887 of over $\$ 800,000$, the amount of duty collected thereon in 1886 boing $\$ 2,303,397$, and in $1887, \$ 3,167,528$; on wool the duties increased from $\$ 2,499,246$ in 1886 to $\$ 3,176,741$ in 1887. Coming to matters of Excise we estimated that the yield from this source would be about. $\$ 6,000,000$. As a matter of fact the yield was $\$ 6,308,201$ This inorease is accounted. for by the fact that an exceptionally large quantity of spirits was entered prior to 1 st . July, 1887, when the provision of the Inland Revenue Act came into operation respect. ing the enforced warehousing of spirits for two years prior to sale.

Sir RICHARD CARTWRIGHT. Does that $\$ 6,300,000$ include simply the spiri $\hat{心}$ and beer and tobacco duties under the head of Excise?

Sir CHARLES TUPPER. It includes all the excise duties, and the incroase is due to the change that was made in the Excise Act, which requires spirits to be aged for two years before going into consumption, and which induced a very large amount to be taken out of Excise previous to the end of the year. In miscellaneons items there was a slight decrease, but the Post Office showed an increased revenue of over $\$ 100,000$, and in Public Works, including railways, there is an increase of about. $\$ 200,000$. We estimated that the expenditure for the year wonld be $\$ 35,600,000$, leaving an estimated deficit of $\$ 300,000$. The actual expenditure for the year whs very close to the estimate, being only an excess of $\$ 5 \%, 680$, and the estimatod deficit of $\$ 300,000$ has been turned into $a$ surplus of $\$ 37,313$. In view of the statements
made last year the Government cannot, I think, be accused of laying an over-sanguine atatement before the House when we compare the estimete with the final realisations.

## probable resdlt of finangial year 1887- 88.

I now come to the probable result of the jear 1887-88. Having explained to the
 attention to the probable expectation of the present year. It will be recollected that in the last budget speech I stated that the total revenuese xpeeted to be realised for the fiseal year 1887-88 would be $\$ 36,400,000$, made up as follows :-Customs; $\$ 22,500,000$ Tixcise, $\$ 6,400,000$; Miscellaneous, $\$ 7,500,000$. Taking first the Castoms revenue, I may state to the House that during the year we have experienced a series of ups and downs. . It might have been thought likely about last Christmas that the revenue: from Customs would not realise what was anticipated, and this might have been justified from the fact that, as has been before mentioned, the revenue from that source exceeded expectations in $1886-87$ by about $\$ 300,000$, no doubt to a great extent - owing, as before stated, to duties having been paid in advance of the alterations made in the taniff last Session. But after Christmas the revenue from Customs began to recover itself, and on the 10th March the amount received exceeded the amount received in the corresponding period of the previons fiscal year by $\$ 100,000$. Since 10th March the revenue from this source has again dropped, and I regret to inform the House that up to the latest returns, those to the 20 th April, the yield from Customs, as compared with last year, has fallen off 227,000 . As the total revenue from this source in $1886-87$ was $\$ 22,378,000$, I do not think it would be right to calculate on a greater revenue than $\$ 22,000,000$, alithough we may hope that the carly spring may tend to the revival of business and that a possible increase of revesue may again be our portion during the latter part of the fiscal year. But as Thave mentioned before I do not think it would be advisable to calculate on a greater yield from Customs thau $\$ 22,000,000$. The Commissioner of Inland Revenue has informed me within the last few days that the amount that will be received from来造cise revenue will be slightly in excess of the $\$ 6,400,000$, aud we may estimate from this source a revenue of $\$ 6,450,000$.

The estimate of Miscellaneous Revenues has been revised by the officers of the Finance Department, and it is thought that from the various sources forming that revenue the amount likely to be received will be $\$ 7,550,000$. The total estimated revenue for the current fiscal yoar will therefore, we believe, be iu the neighborhood of $\$ 36,000,000$. Coming to the expenditure side of the account it will be seen that Parliament during the last Session granted supply which with the statutory expenditure amounted to $\$ 35,969,981.93$. As hon. members are aware we have brought down estimates in addition thereto of $\$ 1,112,000$. These two sums would amount to $\$ 37,082,000$, and taking the usual savinge into account in the eatimates, and these last year amounted to $\$ 100,000$, I think it is very probable the expenditure will be in round numbers $\$ 37,000,000$; and $I$ have already mentioned that the estimated
receipts will be about $\$ 36,000,000$. It is but fair, however, that the House should take into account that in the year 1886-87, as $I$ informed the House in the financial statement I made last year I anticipated a deficit of $\$ 300,000$. In reality this has been turned into a surplus of over $\$ 97,000$; and it is but right to estimate that this sum of $\$ 400,000$ was paid in in anticipation of 1887-88. With respect to the probable result of this year I consider that this fact should bo taken into account, and having due regard to economy in the expenditure, I trust that the accounts for the present and coming year, taken as a whole, will balance.

ESTIMATED RESULTS OF FINANOLAL YEAR 1888-99.
I come now to what will probably be the resuits for the year 1888-89, I am inclined to think, from the general tendency of tiade, that the merchants of Canada will be careful in the mattor of importations, and that it is. not likely that there will be any material increase in the noount of importations over those in the last and in the present fiscal year. To be within bounds I put down the Customs revenue likely to be received as $\$ 22,500,000$, being $\$ 500,000$ in excess of the estimate for the current yoar. Iam informed by the officers of the Tuland Revenue Department that, ünder the present condition of their revenueas compared with the last two years, they calculate that the Excise yield for 1888-89 may safely be placed at $\$ 6,650,000$. As regards Miscellaneous I have informod the House that the revenue estimated to be received from this souree druing the present fiscal year will be $\$ 7,550,000$. If we add to this sum the normal increase of revenue likely to be derived from the Post Office Department I think we can safely estimate that the revenue from miscellancous sources, during $1888-89$, will reach. $\$ 7,750,000$. I, therefore, put down the total revente from all sources at $\$ 36,900,000$. Hon. members have had before them the Estimates for the Public Sorvico for 1888 89; and as, owing to the new departure, many vọtes have already boen taken into. account and explanations given in regard thereto, it will hardly be necessary to offor any very extended observations as to the variations in the estimated expenditure as. compared with the Estimates asked for in Supply last Session. The amount of the Estimates now laid before Parliament is $\$ 35,421,440.22$, but, as hon. members are fully aware, no sums have been placed in the Estimates for mail subsidies and steamship subventions. That question was laid aside in order that we might give morecareful consideration to it than we could give before the main Estimates were brought down. There will, therefore, have to be added to the amount alroady brought down. sums snfficient to cover these services, and further amounts will undoubtodly be asked. from Parliament in the Supplementery Estimates to completo the services of the year: but I believe that taking all those into account at the close of the year 1888-89, hon. members will find the statement $I$ have made verifiod, that having regard to the results. of the operations for the years $188 \%-88$ and 1888.89 the balance for the two years will maintaia an equilibrium.

It is but right to montion some items in the exponditure likely to bo incurred next year which show variations and which call for remarls. Theinterest on Public

Debt shows an increase of $\$ 116,000$. This increase, as will be soen by reforence to the Estimates, is chiefly made up by the amount $\$ 63,000$ required for the Savinges Banks in consequence of the increased balances held by the depositors on the 31st December, 1887, and by the probable amount required to mêt further indebtedness, $\$ 250,000$, less interest on loans maturing, in round numbers, 2200,000 . We have aleo asked for an increase of $\$ 68,000$ in the investments for Sinking Fande, that amount being required to meet additional dividends requiring to be invested. The votes for Civil Government have already passod the House, and explanations have beon already given of the increase of $\$ 32,000$, therein, and also of the increase of $\$ 14,000$ in the Administration of Justice. In Pensions and Superannuations there ies. an increase of $\$ 21,000$ largely made up of pensions to officers who have boen retired owing to abolition of their offices, and to a great oxtent this incroase is offset by savings in other branches of the service. My hon. friend the Minister of Militia and Defence will explain the increase in his services, mainly in the cavalry and infantry schools. In railways and canals (income) there is an increase of $\$ 78,000$, of whick. $\$ 45,000$ is for overhauling the foundation of the Sti. Ours lock, and the balanceis made ap chiefly for expenditure on the Welland canal and the Trent River navigation, The Lighthouse service requires an additional expenditure of $\$ 40,000 ; \$ 6,000$ of this amount being for maintenance and repairs to lights and $\$ 4 ; 000$ in the salaribs and allowances of the lighthouse keepers. In Miscellaneous there is an increase of $\$ 55,000$ made up by the increased cost required for the government of the North-West Territories, the expenditures at the Banff Park, and the plant required for the Governo ment printing office and bindery, explanations of which will be supplied in due course. The othor large increase is $\$ 290,000$ in the service for Railways and Canals. This smount is made up by the $\$ 300,000$ required in the increased cost of repairs and workIng expenser of the Intercolonial railway. On the other hand the Immigration vote thes been reduced by $\$ 100,000$, being the estimated saving in the general immigrations expenses owing to the abolition of assisted passages and other causes. The £20,000 sterling ( $\$ 97,000$ ), the contribution of Canada to the Imperial Institute having beem paid, is of course dropped. The Public Works in the vote asked for shows a decrease of $\varphi \mathbf{\varphi} 35,000$, but I am afraid this vote will be supplemented to a certain extertion Genorally, however, the Estimates have boen framod with the full desire to add as little as possible to the expenditures of the country, and the Government have endeavored to ask for nothing more than sufficiont to keep the Public Sorvice in a state of efficiency consistent with economy.

Having thus explained to the House to the best of my ability the probable outcome for the coming financial year, I will now, with the permission of the Honse, direet its attention for a few minutes to the Debt Account,

LIABIDITIES OF THE DOMHNION.
By the monthly statements pablished in the Canada Gazette, which show fully the fivancial position of the country, it will be noticed that, at the present morioont,

We are in debt in England for temporary accommodation to the extont of $£ 1,000,000$ o Sinee May last the country has experienced a certain amount of finsncial stringency, and one of the results has been that three banks have coased to transact business. The past summer was one of unusual heat and drought in the Provinoe of Ontarios and the harvest was not up to the average. The same cause has operated against the ostensive lumber industry, and on account of the lowness of the water, timber which had been cut and which lay in the streams, could not be made marketable. This has caused a certain drain on the resources of the banks in order that the legitimate requirements of those engaged in the inclustry should be provided for. But against this we have occasion to be gratified by the splendid harvest in Manitoba and in the North-West. Still it must be borne in mind that we were going ahead rather too. quickly. In our cities, and especially in Toronto, there has boen a certain amount of speoulation in real estate. However, by the exercise of oconomy and prudencos Canada wlil soon recover from the present stringency; her trade is, I am aatisfied, sound at the core, and will soon return to its normal condition.

At the commencoment of the fisoal year the Government, ohiefly in deference to the banking community, lowered the limit of deposits in the Savings Banks, and fized the amount to be received from any depositor to be $\$ 300$ in any one year, and $\$ 1,400$ in all. Originally, the Savings Bank deposits were unlimited; reduction was then' made to $\$ 10,000$, and afterwards this was again brought down to $\$ 3,000$; now the Jimit is, as I have eaid, $\$ 1,000$. The effeot, however, on the Government Sarings Bank deposits, has been that some of the larger deposits held by the Government have been withdrawn, and have gone to swell the general business of the country by transfers to the banks where enhanced rates of interest were offered. The deposits in the Post Offiee Savings Banks show an increase, and if we set one side against the other, the Srvings Bank balanoes, since the 1st July last, are nearly stationary, that is to say, the deposits equalling the withdrawals. Still, the country is to be congratulated that the deposits have increased in a marked manner from the poorer classes; ahowing that labor is fully employed and adoquately paid. To illustrate this I masy etate that the number of depositors in the Post Offico Savings Bank on the 31st March last, were over 100,000, an inerease of over 10,000 since the 30th June last., and the unmber of depositors in the other savings banks under the control of the Tinance Department, increased from $5 \Xi, 000$ to 57,000 in the same period. The stationary character of the Savings Bank balances is not to be put down to ang withdrawal of capital from the country; these moneys have undoubtedly, for the reasons before atated, gone to the banka, and have been placed in othor invostments. The Government ar'e of opinion that, by lowering the limit of deposit in the Sevinga Braks, the funds thus set loose, cased the strain on the banks throughout the countrya and had the effect of mitigating the stringency. As a result, however, of the stationary oharacter of these balances, the capital expenditure of the country, to a large ostent, has had to be met out of the ordinary revenue, and the Government have been obliged to have recourse to the English market, and have borrowed to the ertent
already named. The million pounds sterling, which I have alrcady stated, was bord nowed in England, represonted the amount that we expected to receive from our owe depositors. It, therefore, becomes nccoseary, to complete the capital expenditures af shown in tho Fstimatos submitted to Parliament, and to pry the several subsidies tar the various railways, as detailed in the Public Accounte, that further borrowing: powers should be authorised, and a Loan Bill will be introduced hereaitcr, when it can be definitcly ascertained how much the Government will have to place on the marefet. But I am glad to inform the Housc and the country that the Government hava determined, for the present, with unimportant exceptions, to stop any further ontlay on Capital Account beyond that to which the country is now committed.
the oanadian tron indoutrry.
Having so far dwelt on the financial aspect of Canada, I would venture to detaies the House by showing, to the best of my ability, how far the tariff changes of lictr bave affected the Canadian iron industry. It is well known to the House that at the outset much hostile criticism was provoked in England. No doubt this was becsuses our position at that time was not clearly undcrstood. But owing to the explanatione made, and owing to a fuller consideration of the Canadian fiscal policy adopted aince 1879, hostile criticism has been greatly modified, and generally spoaking, that portior of the, British press which doals with these subjects, now view in a friendly spiciex our efforts to develop, on Canadian soil, the stores of mineral wealth within our bor: ders. Of course, although much has bocn done, yet sufficient time has so far note elapsed to demonstrate fully the effects of the now tariff, the Act having virturlly come into operation at the beginning of the present fiscal yoar, as the special provision for the admission of goods at the old rate of duty up to the 30 th of June, Wass fully taken advantage of, and in many respects the requirements were to some cxtents anticipated. It may be further mentioned that the amount of capital required for the production of iron from the ore, is so large, that great developments cannot be expected in a short space of time. As hon. members know, time is the essence of $\mathcal{F}$ bargain, and capital is cautious and very slow to move in new fields of entcrprita. Confidence in the permancncy of our fiscal policy is a further requisite before capitaL can bc invested in the development of the large works required to build up the ivore industries. And here I may state, to show how fully our neighbors arc alive to the: necessity of a permanent policy; that in the Mills Bill, now before Congress-that is, the Bill introduced into the House of Representatives by the chairman of the Conimittee of Ways and Moans, and which embodies the policy of the Administration, cad of the groat domocratic party in that country-the iron and stcel duties are touched with a sparing hand. And the same thing is to be observed with regard to the moasure introduced in the House of Representatives by Mr. Randall, whercby no: material reduction in the duties on iron and steel is proposed. The course pursued in the proposed revision of the tariff shows a fixed determination, on the part of out neighbors to the south, to continue an efficient measure of protection to that greate industry. In the production of iron and steel the United States lead cvery connery

Ta the world, having obtained this position after 26 years of uninterrupted proteotion. Whe changes under either of the proposed Bills leave the iron and steel duties largely in excess of the present Canadian rates, Mr. Nills, under his Bill, estimates the rieduction of dutios on iron and stecl. at $\$ 1,000,000$, exclusive of $\$ 5,706,433$ duties rossived last year on tin plate, proposed to be transforred to the freo list. Of this reduction of $\$ 1,000,000$, nearly $\$ 300,000$ is on steel rails, leaving $\$ 700,000$ for other articlos. Soparating tin plate and ateol rails from the other iton imports we find the ianzorts of "iron and steel and their manufactures" into the United States for the Yase ended 30th June last as follows:-Valne, $\$ 32,736,976$; duty, $\$ 14,165,133$; shown 3ng an average rate of duty of $43 \neq \frac{1}{4}$ per cont. Deducting $\$ 700,000$ from this duty, as jproposed, the average rate is 41 per cont. From this it would appear that apart from tin plato and steel rails the reduction in duties on iron and steel and their manufactares is only from $43 \frac{1}{4}$ por cent., as formerly, to 41 per cont, as now proposed. Tako部g the whole importations of iron and stoel and their manufactures into the United Shates and ontered for home consumption for the year ended 30th June last, the monge rato of Customs duty was 41 per cent. ad valorem, and allowingi\$ $1,000,000$ Sbr the reduction of duty proposed under the Mills Bill, the average rate of 'Custome daty on the same importation would be 39 per cent. ad valorem. On the other hand, the avorage rate of Customs duty on iron and steel and their manufactures imported into Canada for home consumption for the year ended 30th June last was 174 per womt., and for the nine months ending 31st March, 1888, under the amended taxiff, the average rate of duty on these articles has been $23 \neq$ per cent, ad valorem. Comparing the Jnited States Customs tariff on all goods imported for homo consumption with the Canadian tariff on similar imports, the Trade Returns show this rosult for the jear onded 30th June, 1887:

Tomparing dutiable articles under the United States Customs tariff with the same antielos under the Canadian tariff, the Trade Roturns for 1886.87 show the avorage Ruty on United States imports for home consumption to be 47 per cent ad valorem ngainastan average of $24 \frac{3}{4}$ per cont. ad valorem on Canadian imports for the same poriod. Jnder the Mills Bills the average Customs rates on dutiable articles, based on United States imports for home consumption for 1886-87, is estimated to be 432 per cont. ad valorem, whilst under the amended Canadian tariff for the nine months onded 31st March, 1888, the average Customs rates on dutiable artioles entered for homo consumption has been $31 \frac{3}{4}$ per cent. ad valorem. I might also remark, before gring into dotails, rospecting the iron datios, that in addition to requiring time and In addition to the necesrity of having a permanont policy we have to overcome the oppesition of those interested in the handling and mannfacture of the foreign products Put, Sir, the people of canada have faith in the advantages which local industries enimer on the country, and our people of every shade of politics have shown unmis. tulably the importanco they attach to the operation of active home industry by the
readiness with which free sites, exemption from taxes and cash bonuses are offered: to start new enterprises to provide industrial employmontt in the several localities.

With these introductory remarks, I may sáy, as I shall show in the detaile Which I shall lay before the House, that the action taken last year is endorsed by the representatives of the principal plate and bar rolling mills, who express their satis: faction with the present tariff as a whole, and with its working. It is my intention to give an account of the effect on the market prices, caused by the changes made last year in the tariff, and it may surprise hon, members to be told that the effect of the tariff on market prices of iron has been to make a small inerease, but not to the full extent of the increased duty. I propose to take, by way of illustration, the valueof wamants in Glasgow, that being the best gauge of the general lovel of the irom market, and as at Glasgow prices were pretty even during February 'and Docember, 1887, I will take these months for comparison. Taking pig iron, the price in Canade. was only from $\$ 1$ to $\$ 1.25$ per gross ton higher in December than in Febriary, 1887, while the additional duty, which took effect 1st July, was $\$ 2.24$ per gross ton indicating that the foreign maker, carriers and importers, \&c., had made a concossion of about $\$ 1$ to $\$ 1.25$ per ton to retain the trade. In other words, the consumer paid fully onehalf the amount of duty contributed to the revenue. As to bar inon, the price was as follows ;-In February, 1887 , $\$ 1.60$ to $\$ 1.65$ per 100 lbs ; in December $3887, \$ 1.85$ to $\$ 1.90$ por 100 lbs., showing on advance of only 25 cents per 100 lbs. while the extra duty was 45 cents per 100 lbs . As to oast-iron water pipes, the contract prices for the Corporation of Montreal averaged as follows:-

although the increase in duty has been $\$ 8$ per ton. The Montreal corporation water pipes for 1888, above referied to, have been contracted for, and are to be made in Canade from Canadian ore. The increase of price over the average for 1885 and 1886 is thus only about half the increase in duty.

I now come to the effect of the tariff in the explorations made as to new fields for the development of this industry, and I am glad to be able to state that very oztonsive and valuable deposits of iron ore have been discovered in the vicinity of Por't Arthur, Ontario, and on Hunter's Island near the boundary line. When the Thunder Bay Colonisation Railway reaches these points the opening up of these deposits will be facilitated. South of the Canadian Pacific Railway crossing of the Soine Rivor, about 100 miles west of Fort William, an immense deposit of high grade Bessemer iron ore has beon discovered. It is said to be the largest and purest body of: ore ever foundin America. The ore is a black magnetic ozide ond analyses from 62 to 70 per cent. of metalic iron.

Having briefly noticed the offect of the changes in the tariff as shown in the new. discoveries, I will now tronble the House for a few moments to point out what has

Toen done in the Dominion towards the organisation of new iron works. The Bristol Mine in the county of Pontiac, Quebec, which had been closed for a time, has been sreeontly aoquired by a company who have been employing about 300 men around the mine. Roasting kilns have been erected for calcining the ore, but operations liave been interrupted pending the complotion of noeded railway facilities. The various individual interests in the iron mines along the line of the Kingston and Pembroke Railway, have been consolidated into one company with suffioient oapital to operate them. Some of the ore shipped from this district to Chioago has been pronounced by experts to be the purest ore ever received there, the percentage of phosphorous being extromely low. I am informed that preliminaries have beon arranged for the oredion of a blast furnace at Tronton, and in the iron distriots of - Cape Breton and Nova Scotia a good doal of exploratory work has been done. The Picton field has attracted marked attention, having been visited by a member of one of the leading firms of English ironmasters and by representatives of other oapitalists, for the purpose of examining and reporting on the ores. The situation for the manaEacture of iron and the quality of the ores have made a favorable impression, and agogotiations now in progress, it is stated, point to an oarly arrangement for the eroc. dion of large iron works in that locality.

Having thus briefly referred to the new discoveries and to the works that have been organised, it becomes also my pleasing duty to show to the House how the Industries in existence prior to the change in the taviff have been expanded, and of this expansion and progress there is already substantial evidence. The foundries, machine shops, bridge works and kindred factories throughout the Dominion have Ween fully omployed last yoar and have sharod in the general prospority. There can be no question but the general effect of the newiron dutios has beon to stimulate home industries, and will canse the great bulk of our iron to be produced in the country, at the not distant future. At Londonderry the works of the Stoel Company -of Canada, which have been in liquidation for some yoars, were aequired at the ond of February last by a now company of English and Canadian capitalists, who propose armang them to their fall eapacity and extending their operations. One of the smolting furnaces which suddouly gavo out in January is undorgoing ropairs, and the other furnace which has been silont sinco 188t, is being rekindled. These farnaces bave a oapacity for turning out 25,000 tons oach of pig iron por annu m. Puddlod irou bars in considerable quantities were manufiotured last year by the company. The employment for labor afforded in December, 1887, at the worka shows an increase of more than 50 por cont. over the corresponding month in the provious yoar, as will appear by the following statement:--

|  | Dec. 1886. | Dec. 188'\% |
| :---: | :---: | :---: |
| Number of men employed.,......... ........ .............. ................ | 300 | 500 |
| Disbursements for fuel, flux, other materials and freight, reprosenting labor indirectly employed $\qquad$ $\qquad$ | \$16,000 | \$25,700 |
| Value of product a....... .,...................... .......................... | 29,300 | 47,500 |

Product and oporations at the iron works, Londonderry, 1887:

| Particulars. : 1 | 1st half year, 1887. | 2nd half year, 1887. |
| :---: | :---: | :---: |
| Ore mined,.... s........ .............. .0......... .............. ..... Tons, | . 22,205 | 26,358 |
| Limestone used....e...................... ............. ........ do | 7,112 | 8,748 |
| Coal (including coke) used.............. ...i.... ............. do | 30,423 | 47,014 |
| Pig iron made........ ............... ........ ................... do | 9,613 | 9,886. |
| Puddled bars.......... .......... ........ ....iou. . ................. do | ........ | 2,128 |
| Bar iron, N. plate axle日, etc ............. .............-..... do | ......... | 1,470 |
| Scrap bar..........................u... . ........................... do | ......... | 445. |
| Castings..... ..... ....... ........ ................. .... ............... do | 54 | 80 |

Disbursements.


At Now Glasgow the recent tariff changes have had the effect of largely increaning the sales of the Nova Scotia Steel Company, as the following statement shows:--.

| Timg. | Shipm't, <br> Tons. | Shipm't, Value. |  | Wages Paid. | Railway Freight. |
| :---: | :---: | :---: | :---: | :---: | :---: |
| July lat to Dec. 31st, 1886. | 1,728 |  |  |  |  |
| July lst to Dec. 318t, 1887............... | 2,712 | 133,400 | 10,462 | - 34,900 | -17,332 |
| Increase in 1887...... | 62 pr ct. | 92 pr ct. | $85 \mathrm{pr}, \mathrm{ct}$. | 33 prict. | 32 pr.ct. |

The orders now in hand are greater than the entire shipments for the last six months of 1886. The company has been consolidated with the Nova Scotia Forge Company, and arrangements made for the addition of a new smelting furnace, which will double the output of the Steel Works and will mean a disbursement of nearly $\$ 250,000$ a yoar for wages, fuel and railway freight. At St. John, N.B., reporte from the Cold Brook Rolling Mills are to this effect. I quote from a letter receiveds from the President of the Company:
"By the operations of the tariff, the imports of iron now are less, cousequently our output now is proportionately greater, and the benefit to the manufacturer rests on a large tarnover on small margins. We are able to sell our goods to the merchants at lower figures than they could be imported for prem vious to 1886 ."

There were, it appears, 50 per cent. more men employed in the Rolling Mills in 188 t than in any of the years 18841885 or 1886. At Montreal,' Pillow, Hersey \& Co. have oonverted themselvos into a joint stock company with a eapital of $\$ 800,000$;
:and the Canadian Pacificinailway Co., contemplate the erection, during the present, :season of a shop for passenger ear work, and when this is completed all of their rolling stock of every deseription will be made in the country. The company built '24 locomotives in 1886 and 24 in 1887 ; and they have not parchased any locomotives outside of Canada since October, 1884, excepting two special ones for flio mountain grade. All of their" freight cars for several jëars back have been built in - Oanada, and practically all of their passenger cars are now built in Canada, excepting some of the sleoping and dining cars. The Montreal Rolling Mills Company have added to the capacity of their bar and plate mills by running night and day. $188 t$ was the first year during which the bar mill was run at night, and last year they worked 10,000 tons of iron of all sorts and usëd about 10,000 tons of fuel. They have recently put in an extensive wrought iron pipe plant ombodying the latest improvements, which can turn out $6,000,000$ feet of piping peri annum, using ap 4,000 tons of material to do so. The new pipe mill is running day and night. \& German firm from Dusseldorf have dëcided, as I am informed, to erect extensive works at Montreal for the manufacture of wroughtiton pipe and boiler tubes, which will be a now manufacture in this country.

At Kingston, important changes have taken place in the locomotive works. Messrs. Dubbs \& Co., of Glasgow, one of the largest manufacturers of locomotives in Great Britain, have invested in the Kingston locomotive worlas. Thiey now manage and control them, and have in view their operation on a laxger boalo. At Hamilton, as one offect of the recent tariff changes, an establishment has been orected oapable of giving employment to 400 hands in the manufacture of wood scrows, carriage bolts and the like. In castiron pipe manufacture at Hamilton the immediate result of the tariff has been that the Canada Pipe Foundry has been stoadily employed during the past season, and will soon necessitato its increase to double the present capacity. The Hamilton Bridge Company report:

[^0]Burrow, Stewart \& Bilne, of Hamilton, say:
"We are using half of all the iron that we ran of Oanadian make, and find the quality firatzate, A. 1."
The Ontario Rolling Mill Company report with regard to the new tariff:
"We are now begiming to feel the beneficial effects and expect we shall be called on by spring to make far more iron than ever before. We shall be able to turn ont by spring nearly double the tonnage we ever made here. We are also arranging to start up the mill we have in London either there or elsewhere, so that by May we can, if necessary, make in that mill about 35 tous per day."
The Hamilton Iron Forging Company say :

[^1]establishment with all the necessary equipment capable of turning out one car load more of finished bar iron per day; this will give active employment to 12 skilled men besides day laborers; we have ailse increased the capital stcck of our company for the parpose of further developing the business, and ${ }^{2}$ in the near fatare we propose placing in position another mill plant with a capacity of 6,000 tons poe jear.
"In conclasion we have mach pleasure in stating we never heard a consumer of iron complain of the tariff changes ; moreover, we desire to place on record the general feeling and antisfaction eanpressed by them in having thoir wants supplied promptly at home without having, as in the past to parchase abroad and caryy large stocks and pay cash for them. They can now secure iron withind a reasonable time that at once goes into legitimate consumption, thereby giving a healthy and. vigorons tone to business.
"The contination of an iron policy wise in ita inception and having for itsobject the development of the mineral resources of this country covering the whole Dominion of Oanada, meots, with our hearty approval, and must oventually lay a foundation broad and endaring that will be materially helpfulito crery cless of men living between the Atlantic and Pecific Oceans."
As closely connected with tho development of manufactories and as añ evidence of the steady progross of the country, it may be mentioned that, in addition to the expansion of the iron industry, the changes in the tariff had a beneficial effect in increasing the output of coal from the mines. In the Nova Scotia and Cape Breton copl mines the following is a close estimate of the output-I give the totals of Cumber land county, Pictou county and Cape Breton:-


In 1879, the coal raised at Spring Hill was 92,000; tons; in 1887, the output hade increased to 442,000 tons, : At this mine $1,400 \mathrm{mon}$ and boys are employed, the largest force at any mine in Canada.'

FHE WEST INDIA TRADE.
Having thus, I trust, shown to the satisfaetion of the House the effectis of the tariff changes on the iron industry, I propose to show what has been done towards the development, and extension of the West India trade. The West India trade for ther past year has bosn on the whole profitable. The prosent prices of fish in the Weat Indies during the past year would have been considered good. The price has advanced so much that our fishermen have greatly benefited thereby; and I have no: doubt that part of the benefit, though not go much as went to the fishermen, accrued to the merchant shipper. It must be borne in mind that an important factor in the West India trade is the return cargo of sugar. It is gratifying to see that the recent change in the sugar duties, putting the same duty upon all sugars for refining: parposes according to their polariscopic test, has had the effect of encouraging the importation of sugar from the West Indies, especially into Nova Scotia. The importation of West India sugar into Canada (including British Guiana sugar) amonnted for the following years, viz: -

Lbs.



Or a decrense of 14 per cent.; and into Nova Scotia alone:


Or an increase of 23 per cent. The importation of sugar from the West Indies (inaluding British Guiana) into Halifax, amounted for nine months ending 31st Mareh, 1888, to $33,837,455 \mathrm{lbs}$. The importation from the West Indies for the quarter ending 30th June, is usually about half as much as that of the other three-quarters combined. It will thus be seen that the importation of West India sugars into सnsifax alone for the current year will amount to more than double the imgortation into Nova Scotia for oither of the two precoding years, and probably to as much as the importation into the whole of Canada for either of the years named. With regard to the conference which recently assembled in London on the sugar bonuties, I may here state that the proposed abolition of bounties on boet root sagar by European Governments, if carried into effect, would be of much benefit to. the Canadian West India trade.

I have thus far dwelt almost exchasively on the special trade with the West Indies in connection with sugar, but, as a few nights since a debate arose on the general West India trade, I do not think it out of place to trouble the House for a Sow moments while I glance at the general trade of Canada with the West Indies ${ }^{\circ}$ I find that in 1878 the total value of the imports entered for consumption from all the West Indies was $\$ 1,181,728$; and in 1886 it badincreased to $\$ 3,249,642$. As will Do seen from what $I$ have previously said in reference to the importation of sugar for the nine months ended 31st March last, I consider that in the general trade thore will be a still further developmont in the present joar. As regards the whole trade, both imports and exports, I find that in 1878 the total value of these amounted to $\$ 4,689,473$, in 1886 to $\$ 5,553,892$; and when we take into account the devolopment in the importation of sugar on the one hand and the exportation of fish and the other products of the country on the other, it is more than likely that the total volume of the trade will increase in the near future. I may montion here that the Government, with the view of expanding the trade of Canada, have sent an agent ${ }^{f} f$ Fery considerable commercial ability, from St. John, N. B., to investigate the whances of extending our trede with Brazil and the Argentine Republic; and we 3ope also, at no distant day, to give an increased stimulus to the Wost India trade Zoy the establishment of a line of steamers between a Canadian port or Canadian poorts and those countries.

## Interprovingial mrader

At this point I take the opportunity to make a passing referenco to our cotton industry. There are now about 60,000 bales of raw cotton, in value about $\$ 3,000$,000, used a anually in the Dominion, being an increase in ton years of nenrly 50,000 bales. In the Dominion there are now about half a million spindlea, employing
aboat 9,000 hands, with an invested capital of about $\$ 8,000,000$. I am afraid I ams troubling the House with the details I have already laid before the hon, members, but if I may presume to trench on their pationce, I propose to show how steadily inter-provincial trade has developed in Canada. Wram returns furnished by the Intercolonial Railway I find that the following movements took place in 1878 and in 1887 in passengers and articles carried both ways:

|  | 1878. | 1887. |
| :---: | :---: | :---: |
| Flour................... .............. .....n . .................. Brlg. | 637,778. | 753,480 |
| Grain ............. .. .................... . . . . . ........ ..... Bushels | 331,170 | 1,016,334 |
| Live stock........ .... . ........ ................ ..... ........No. | 46,498 | 80,782 |
| Lumber .... | 56,600,000 | 161,100,000 |
| Manufactures $\qquad$ .Tons Other articles (not including firewood) | $\left.\begin{array}{l} 140,858 \\ 230,741 \end{array}\right\}$ | 820,000 |
| Total freight..... ................ ...... .............. ...... ${ }^{\text {u }}$ | 522,710 | 1,131,334 |
| Prssengers ...... .......... | 618,957 | 940,144 |

Of the above, in both yesurs, flour, live stock and lumber wore local, as distinguished from through freight for export. As regards grain ${ }_{6}^{\text {r }}$ there were 440,454 bushele local freight in 1887 against 331,170 in 1878. The total increase of freight in 188\%, as compared with 1878 , was 608,000 tons, and speaking of the proportions between local and through freight, the genoral manager states that the increase is about equally divided. This would give an increa se of local traffic equal to over 300,000 tons in 1887, as compared with 1878, or an increase of 57 per cont. The increase in the movement of passengers I regard as indicative also of increased inter-provincial trade. Taking some of the articles carried westward, the growth in this trade I regard as indicated by the quantity of coal yoarly transported by rail from Nova. Scotia. For the several years, from 1879 to 1886 , the following quantities were carried west by the Intercolonial Railway:

| Yoar ended December. | Tona. |
| :---: | :---: |
| 1879 | 570 |
| 1880. | 10,246 |
| 1881. | 30,629 |
| 1882. | 35,089 |
| 1883 | 54,891 |
| 1884. | 112,898 |
| 1885. | 165,791 |
| 1886., | 175,512 |

As a further evidence of this we may take the return of coal sales. According to the Nova Scotia Department of Mines in 1877, these were 687,065 tons, of which 95,118 tons went to Quebec, leaving for all other points 591,947tons. The uppor Provinces accordingly took 13 per cent. of the whole sales of Nova Scotia in 1877. In 1886, the return of coal sales was $1,373,666$ tons, of which 538,762 tons were sold to Quebec, leaving for all other points 784,904 tons. It will thus be seen that the Upper Provinces took 40 per cent. of the whole sales in 1886 against 13 per sent. in 187\%. The returns for 1887 show that the sales of coal to the Province of Quebec were 650,853 tons against 538,762 tons in 1886 . For the past jear, the 2

Chief Superintendent of the Intercolonial Railway reports that the shipwontrof refined sugar westward were:


This trade did not exist ten years ago. A large increase is also reported in the transport of lumber, in the traffic of fresh fish to the Uppor. Provinces, and in the live stock business, the latter entirely in the local business and not in the oarriage of cattle from the west for export. Waoh year sees new branohes of inter-provincial trade opened up. Between the 16th September and the 8th Ootober, 188t, ship. ments of oysters from Point du Chêne were:

Barrels.

|  | 3,143 |
| :---: | :---: |
| " Other Stations on Grand 'Trunk Railway....................................... | 33 |
| " Quebec ...... .......... ........... ................................................ ........ | 3,081 |
| Total...... | 6,26'\% |

As further evidence of intor-provinoisl trade, $I$ find that the freight billed from stations in New Brunswick, on the Intercolonial Railway, and from stations in Nova Scotia, on the Intercolonial Railwayand Eastern Extension, was:


The New Brunswick Cotton Mills report an increase in sales of $\$ 52,437$ in 188 年 over 1886, and total sales of $\$ 599,147$ during the past three jears to the Uppor Provinces. The Moncton Cotton Mills report an increase of $\$ 12,495$ in 1887 over 1886, and total sales of $\$ 366,622$ in three years to the Upper Provinces. The Halifax Cotton Mills report total anles to the upper Provinces in four yearis of $\$ 528,400$. The Windsor Cotton Mills report total sales in four years to the uppor Provinces of $\$ 437,622$. The Nova Scotia Steel and Forge Company roport total salos of their product to the Uppor Provinces, during the past four jears, of $\$ 850,478$. It is gratifying to note that in evory instance the returns show a steady inorease. Thus the shipments by railway of the products of the Steel and Forge Company in $188 \%$ were 155 por cont, more in value than those of 1884 , notwithstanding the decrease in price of 45 conts per ton in 1887, as compared with the average price of 1884. In addition to conl, the Intercolonial earried, in 1887, over 6,000 tons of stone, nondyr 20,000 barrels of plastor, over $45,000,000 \mathrm{lbs}$. of iron, 13,300 barrels of piokled ficis over $3,000,000 \mathrm{lbs}$ of fresh fish, $4,250,000 \mathrm{lbs}$. of dried fish, $750,000 \mathrm{lbs}$ of canno fish, and 16,000 barrels of oysters, all for the Upper Provinoes. Besides thoss numerous other articles of commerce, as well as railway plant and the like, havo sound their way to the Upper Provinces from the maritime section.

Mr. PATERSON (Brant). Has the hon. gentleman a comparative statement of the receipts of the Intercolonial Railway for the periods included in the statements he has juat given?

Sir CHARLES TUPPER. I will be able to furnish my hon, friend with that. I thought the question of interprovincial trade was transcendent in importance, and That it would not be neoessary to go into the question of receipts.

## Mr. PATERSON (Brant). But it doos go into it.

Sir CHARLES TUPPER. I would be very glad; in discussing the items in connection with the Intercolonial Railway, to furnish the information the hon. gentleman hae suggested. It does, no doubt, go into it; but, after all, I must bo excused for saying that I think it is a matter of secondary ímportance to the great one of building up a large inter-provincial trade betweon one eoction of our country and another. Wo must also boar in mind that thore is a very large water-borne trade, . 2.8 indicated by the shipping employed in coasting. The tonnage employed in the coasting trade between Quobec, Nova S'otia, Now Brunswick and Prince Edward Island in $188 \%$ aggrogated $9,358,735$ tons, against $5,321,726$ tons in 1877, an incroase of noarly 76 per cent: Taking the three Maitime Provinces, in 1877 I find that the various ports of the section siow 12,268 arrivals of vessels, and as many departuros. That seomed a good business, but so vast has been the change that in 1887 these ports witnessed 23, 611 arrivals and as many dopartures of coasting vessels. In 1877 there were 21,323 arrivals and as many departures of coasters in the whole Gulf and Atlantic coast, and in 1887 the arrivals had risen to 33,330 , with as many dopartures. Moving all along the const and river line; as far up as Montroal, those coasting vessels have found in inter-provinoial trade a dovelopment thoy never would have found confined in the limits of their respective Provinces. The increase in the number of arrivals and departures manks the development of trade and intercourse that has taken place botwoen the Provinoes by the sea and those on the St. Lawronce River. This development is the more marked bocause it has taken place during the very yoars that the Intercolonial Railway has boen in operation. That railway is a continuous coasting vessel day and night convoying the goods of one part to the other parts of tho Deminion; from the Maritime Provinces to the Upper Provinces, and vice versat. So groat has been the increase of inter-provincial and of provincial trade, genoral internal commorce, that the domand for coasting vessols has gone on' incteasing until now there are noarly 60 per cont. more trips made in the yoar by' the coasting marine of the country on the Galf of St. Lawrence and Atlantic coast than ton years ago, and the tonnage employed has increasod 76 per cent., showing the employment of a superior class of vessels. In the United States, as hon, gentlemon who have looked into this subject at oll are, no doubt, aware, the completion of the railway has rosulted in diminishing the onrolled and lioonsod tonage omployed in the Atlantic consting trade. In Canada there has beon found incroasing employ. mont for the railway and for the coasting vessel, the first showing an increase of $2 \frac{1}{2}$
freight oarried of 116 per cent. in ten years, and the latter, judging from increased. tonnage, of 76 per cent.

As a single illastration of the growth of the tiade between the Upper and the Maritime Provinces, I may state that the tonnage of vessels axrived at the port of Quebee from the Maritime Provinces during 1887 was 193,000 tons, being an increase of 33 per cent. over the preceding year, and an increase of 47 per cent, over 1885. Hon. members will be interested to learn, as a further evidence of interprovincial trade, that the coasting trade of the whole Dominion has been steadily increasing, judging from the tonnage employed, until now it is double what it was ten years ago, as the following figures show : -

|  | Tonnage. |  | Tonnage. |
| :---: | :---: | :---: | :---: |
| 1877.................................... | 8,968,862 | 1883.......... ......... .................. | 15,683, 566 |
| 1878......... ........ .................. | 11,047,661 | 1884,........ .............. ............ | 15,473,707 |
| 1879................................ ..... | 12,066,633 |  | 15, 944,421 |
| 1880......... ..... | 14,053,013 | 1886 .......... .1........................ | 16,368,274 |
| 1881.................... ........ ......... | 15,116, 766 | 1887.,....... ......... .................... | 17,513,677 |
| 1882........ ............... ............ | 14,791,064 | .. |  |

dHief resdlts of oanadian trade in 1886-7.
If hon, members will allow me, I will here state to the House that the chief results of the Canadian trade in 1886-87 were pretty much as follows:--The total orports ozceeded those of the previous fiscal year by $\$ 4,250,000$, being 8 per cont. in advance of the average of the 20 years of Confederation. The export of the fisheries show an increase of 15 per cent. over the average of the preceding twenty years, the total amount being $\$ 32,000$ more than in $1885-86$. The export from the mines of Canada show an increase of 13 per cent. over the average of twenty years, but a decroase of $\$ 150,000$ compared with the previous year. The forest. oxport shows a decrease of 7 per cent. compared with the twenty years' avorage, and a deorease of $\$ 500,000$ compared with 1886. I referred before to the fact that the great drought and the want of means to get the lumber and the material for its manufacture down the rivers, had a serious effect in ohecking our trade in lumber. The export of agricultural products show an increase of 80 per cent. over the twenty years' average, and an increase of $\$ 1,200,000$ over the jear 1886. The export of animals and animal products show an increase of 50 per cent. over the twonty jears, average and of $\$ 2,200,000$ over the export of 1886 . The imports for home comsumption were 8 per cent. more than the average for twenty years, and $\$ 6,000,000$ more than in 1886. The total imports were $\$ 8,400,000$ more than in the provious year. The imports of woollon menufactures were 28 per cent. more than the twenty years' average, and $\$ 2,500,000$ more than in 1886. The imports of cotton were 54 . per cent. less than the twenty years' average and $\$ 300,000$ less than in 1886 . The total tonnage of ahipping employed in external trade was $14,000,000$, being 130,000 tons more than in 1886 and 16 per cent. more than the twenty years' avorage, and as $I$ have said before, the total tonnage employed in the coasting trade was 17,500 ,

000 tons, being $1,200,000$ tons more than in 1886 and 21 per cent. more than the twenty years' average. The tons of freight brought into and carried out of Halifax by shipping increased 73 percent. in 1887 as compared with 1878. The shipping carrying cargoes into and from Halifax in 1887 was 125 per cent, more than in 1868. Halifax increased during the past ten years in the tonnage of cargo carried in and out more than any other port, Montreal having in creased 67 per cent. while Halitax increased 73 per cent.

Having detained the House at some length with these statistics, which are always very dry, but which I think are not uninteresting, considoring the great importance we all attach especially to inter-provincial trade, and to the fact that Confederation has become more than a name, that instead of its being a Confederation on paper, a mere union by which these Provinces are brought under one central Government, it is found that, notwithstanding some geographical difficulties from the great length and the comparatively narrow breadth of our country, a very rapidly increasing and a very large trade is growing up, showing the intimate commoroial relations which are being established between one portion of our country and the other-I do not intend to detain the House by going over at any length the statistics which bear upon the year's progress, to which I alluded a year ago, when making the financial statement. I have had prepared by Mr. Johnson a series of diagrams in the same form, though I believe somewhat improved, as those which were pre* sented to the House last yoar, and I have had these placed in the hands of every hon. member, so that he maj asoertain the exact position we are in and the progress 'we are making.

## Mr. PATERSON (Brant). There are some new tables in this.

Sir CHARLES TUPPER. Yes, there are some additional tables which I thought would be of interest to the House as illustrating the subject with whioh I am dealing, and that is, endeavoring to put before the House something which will give information as to the position which the country ocoupies, not only in regard to a large number "of financial questions, but also in reference to the trade and commerce and development of the country, and I have had them put in such a form as to attract the attention, not only of the members of this House and the people of the country generally, but of any persons who may be desirous to take an incroased interest in this country. (For Tables see appendix.) I do not propose to detain the House very much longer, but, before sitting down, there are two or three questions to which the House will no doubt expect me to allude.

## OLOUD PASSED AWAY.

When making the financial statement a year ago, $I$ was obliged to state to the House that there was one cloud on the horizon. I think I would hardly be wrong in saying that there was a cloud both on the political and the commercial horizon; and that "cloud was the very unpleasant relations which at that time threatened to arise
between us and our great neighbors to the south of us-betweon the United States of Amorica and Canada. I am happy to be able to congratulate the House on the present ocoasion, upon that cloud having entirely passed away; and I am glad to be able to give to the House the most conclusive evidence that, I think, could be required on that point, by reading brief extracts from very high authorities, and which, I think, the House will regard as entirely conclusive upon that question. I will first read an extract from the Message sent by President Cleveland to the United States Senate, in submitting the treaty that was recently arranged at Washington between Great Britain and the United States of Ameriea, in which that gentleman used the following language :-
"The treaty now submitted to you has been framed in a spirit of liberal equity and reciprocal: benefits, in the conviction that mutual advantage and convenience are the only permanent foundations of peace and friendship between States, and that with the adoption of the treaty now placed before the Senate, a beneficial and satisfactory intercourse between the two countries will be establishod, so asto secure perpetual peace and harmony."
Mr. Bayard, in a letter which I recontly had occasion to quote, and which was mado public in the United States, when addressed to parties who had invited him to go to New England to make a speech, said:


#### Abstract

"Conciliation and mutual neighborly concessions have together done their honorsble end honest work in this treaty, and pared the way for the relations of amity and mutual adrantage." I think, Sir, with that evidenco, I am justified in congratulating the House that the only cloud that we could see upon the horizon has encirely passed away. The House of Commons of Canada have ratified that treaty by their action, and I have no doubt that the other branch of Parliament the Senate of Canada, will ratify that treaty; and I am still sanguine that that treaty will not be rejocted by the Sonate of the United. States of America. But, as I said before, come what may, we have the fact placed on record from thevery higbest sources connected with the administration of that great. republic, that the Government of Canada and the Parliament of Canada have been prepared, by mutual concession, to ratify a traaty which would dispose of the question that was causing so much unpleasmntnoss between the two countries; ard whatever may be the action of the Senate of the United States upon this question, I think I amnot too sanguine in expressing the conviction that nothing will ocour to disturb that continued harmonious intercourse between the two countries, that friendly reciprocity of good noighborhood, that will not only dispel. any cause of anxiety in regard to our relations with the great republic, but will leads us to anticipate a larger and freer commercial intercourse than has hitherto talsen place.


## NO ALTERATIONS IN CUSTOMS TARIFF.

I do notintend to aslr the House, in going into Committee of Ways and Means, to zake any alteration in the Customs tariff. As I said before, nothing is more important. in regard to the trade and business of a country, than confidence on the part of commer. cial mon in the permanence of existing arrangemonts; and I feel that we can scareoly Alo a greater service to the country and to the development of our best intorests, than
by showing that it is not necessary continually to change our tariff arrangements. I am satisfied that no gentleman who has over held the position that I now occupy ${ }_{2 s}$ Finance Minister, has been less troubled than I have been with applications for $e^{2}$ change of tariff, I am quite certain that my hon, friend from South Oxford (Siio Richard Cartwright), when he held that position, had a bundred applications for a change of tariff during eveny year that he administered the office of Finance Minister, for every single application that I have had during the present Session. I may be told that a hint which we gave to the country, rathor discouraged applications; bat at the same time I believe that it has, to a lorge oxtent, arisen from the fact of ef general satisfaction upon the part of the country with the tariff which.we now have upon the Statute-book, and a disposition not unnecessarily to disturb it, but to allowi it to have an opportunity of being fairly tripd and fairly tested.

## PROTEOTION TO IRON INDUSTRY

A year ago it bocame my duty to submit a very startling proposition to this House in regard to the iron industry of the country; it became my duty to make a yory radioal change in the tariff in regard to that industry. I think, considering the dificultios to which I have adverted, that capital is extremely oantious, aud that the enquital required for the establishmont of now iron industries is so enormously large $\theta_{y}$ still we heve every reason to be satisfied with the indioations wo see that there will beno want of capital in a short time, and that at no distant day we shall be able to manufacture, on Canadian soil, and with Canadian ore, all the iron-and a very enorzonos consumption per capita it is-that is used in our country. It has been a source of great gratification to me to be able to read to the House, as I have done, the pridences that we have on all sidee from parties connected with the development, not only of the iron industry, but parties who are ongaged in the various manufathaes of iron, of uniform satisfaction; and I am safe in saying that I have not received from any source, from oither a company or any important and prominento individual desiring to invest money in the iron industry, a single remonstrance against the very great change that wos made a yoar ago.

GTEEL RAILS
I have been pressed, and strongly prossed, to take another step in that direction, for the purpose of having steel rails manufactured in our country. I mentioned to the House a year ago that Cauada was the only country in the world pose sessing 12,000 miles of railway within its borders, that did not manufacture its own steel rails, and I had the evidence presented to me that, by giving propor protection, such protection as we gave the other branches of the iron industry, we might succesd in establishing rolling mills for steel rails. But we had to take into consideration the fact of the enormous importance of the railway development of a country like Canado, and under those circumstances we have, although we considered it a sobject Worthy of attiontion, whenever it can be properly taken up-but considering the great and yital importance of railway extension to the prosperity of this country, we felt

Chat we must postpone, at all events, for this year, making such a change as would lead to the establishment of rolling mills in this country for the manufacture of our own rails.

## STATUTORY OFPER OF REOIPROOITY

I am glad, as I say, to be able to state to the House the uniform satisfacfion that seems to be expressed all over this country in regard to the present tariffo I will not say"more npon the subject than refer to the Bill that I propose to introduce in connection with the resolutions that are on the Table, when we go into Committee on Ways and Means, and that is to a large extent to meot the changes in the Aot proposed, in what I have termed the Mills' Bill. I need not remind this House $o_{f}$ what I said a fow days ago, that both parties in this House, whether in power or out of power, had been exceedingly anxious to obtain a return to the Reciprosity Treaty of 1854, or auch reciprocal trade relations as were enjoyod between Canada and the United States under that treaty. I am bound to say, I am quite cortain every hon. gentleman who has looked into the subjeet with the care and aitention I have,and no doubt, considering its importance, a great many hon. gentlemen have done so, -I am bound to say that I believe this country would be greatly disappointed it the Reciprocity Treaty of 1854 were re-ecacted. While that treaty gave the most candoubted stimulus to the trade and business of Canada, while that treaty, advant. ageous as it was to Canada, was still more beneficial to the United States than it was to us, I cannot forget that a great change has taken place in this country and in the United States in a greatmany very important points that would bear upon the operation of that treaty if it were re-enacted to-morrow. Bat the House is perfectly aware that all the offorts, and they have been great and continuous, made by hon. gentlemon on beth sides of the House whea in power to obtain a return to the Reciprocity Treaty of 1854, haveproved abortive. It would, perhaps, be a waste of time ta ge into the causes that have resulted in that; suffice it toknow that all our efforts int bhat direction have ended in failure. The House is aware, from my statements on s. firmer occasion, that we not only endeavored to obtain are-enactment of the reciprocity treaty as a question of treaty, but that we also endeavored to promote a fregio intercourse of trade, freer commercial relations between Canada and the Unitod States, by the placing upon our Statute-book for a very long period what was held ${ }^{\text {to }} 0$ be a statutory invitation to the United States to meet us half-way in reforence to certain articles. Those articles did not cover all the articles that were in the reciprocity treaty, but as long ago as 1849, Canada, bofore Confederation adoptod that clause, and it has been re-enacted in every reenactment of the Tariff Act, I believer from that time down to the present period. The object of that was to direct the attention of our American neighbors to the fact that we were anxious to promote freer commercial intercourse between the two countries. It appears that cortain articles that wore named in that statulory clause wore made free two or three years ago in the United States. Attention was not drawn to it, L bolieve it escaped the attersfion of hon. gentlomen on either side of the Eouse, and the attention of the Gererna ment was not drawn to it nntil a very recent period.

Sir RICHARD CARTWRIGHT. Ezcuse mo for mentioning it, but attentioe swos drawn to it.

Mr. MILLS (Bothwell). We had an hour's discussion on it.
Sir CHARLES TUPPER. When?
Sir RICHARD CARTWRIGET. In 1886.
Sir CEIARLES TUPPER. Then I must any, in justification of myself, that I det siot think I was here in 1886.

Sir RICHARD CARTWRIGHT. I think you were not.
Sir CHARLES TUPPER. Atall events I do not remember, and I am not as as rule deficient in memory, the subject having been brought under the notiea of the House, and although I have beon a tolerably close observer, whethex here or abroad, of what has transpired in this House, I do not remember to have seen any reference to the subject. If, as the hon; gentleman says, and I must of course, accept, his statement, attention was drawn to its I regret my own attention has not been drawn to it. I may here mention that no communication down to this hour has been had with Her Majesty's Government ors the question that certain articles contained in that statutory invitation had beare made"free in the United States, and I make this statement as I wish to correct an improper impression that has gone abroad that we had been in communication witiz Her Majesty's Government on this subject-but when at a very critical poriod in the. relations between the United States and Canada our attention was drawnto c 值 $\mathrm{c}_{\mathrm{i}}$ quention, by the Government of the United States, we felt that under all the circumstances the wisest course to pursue was to meet the proposal that had been made and to put on the free list the articles that were contained in that clause and which hade been made fiee by the action of Congress. I see a very erroneous impressionis abroad in many quarters as to the effect of these resolutions which are placed upon the Table with a view to the amendment of that clause, or rather to its repeal and the substitution of a somewhat difforent clause, and that is that the result of that action "will be to destroy the effect of the proclametion which put the articles named on ctac free list. That is an entire misapprehension. Parliament clothed the Goveracr: General in Council with power to put certain artioles under certain conditions, upoaz the free list, and, that power having been exercised, those articles are on the free list of Canada and duties can only be imposed on those articles by the reenactment of a now tariff placing duties upon them. I mention this because it has been so stated in the press, I do not consider it is an at tempt to misropresent the position, butitis a atatement likely to create a very erroneous impression on that point. I have drawn 'the attention of the House to the fact that the difficulties having been removed by ther Treaty between the Governments of the United States and Great Britain and betwourt the Governments of Great Britain and Canada, very ahortly thereafter we found a Rill

Gatroduced by Mr. Mills, Chairman of the Committee on Ways and Means, plaoing a number of articles in which wo are very mueh interested in Canada, upon the free hist. And I will say this, that it is one thing to make a treaty and another thing to make a statutory arrangement, to make a legislative reeiprocity. You may be indaced to pat a large number of articles into a traaty that you do not desire to be made Tree, that if you had your ehoice you would not put on the free list, but you agree to it for the purpose of getting other articles there which you very mush desire to be there; consequently a treaty is made a matter of mutual arrangement, of mutuar ooneession, and it has the advantage that being a treaty it cannot be affected during Ste continuance by any legislative aetion on the part of one country or another. But zander legislative reeiproeity the whole thing is entirely changed, as the House will nee, bud we cannot imagine for a single moment that the policy of that great country Is zoing to be materially influenoed by any reference to Canada. When we take the proposal to put lumber on the free list, as it is proposed in the Mille' Bill, a Bill megarding which I still entertain a vory sanguine hope, that it will bocome law during the present session of Congress.-I say when we find that to be the case, we know at wice that it is not for the purpose of furthering Canadian intereats. It is done Bimply because in earrying out the policy of the democratic party of the United States, they desire to make that artiele free in the interests of their own country, and in the iutorests of their own people, So 1 n regard to a large number of other artioles. But, an I have said, that proposal in the Mills' Bill is coupled with the state ment that Tramber will only be free to countries that have no export duty on loge. The consequance was that I propared this Bill of which I have given notice in the resolutiong, 3 Which the oxport duty oan be taken off loge by an Order of the Governor General in Counoil. It the Mills' Bill, a month henee, become law, and lumber be made free, our lumber would still be mot in the United States by the same duty as before the passage of that Act, Consequently it beoame necossary, as every gentlomen in the Wonsa will see, that in order to give Canada the advantage of having this large in. Wustry relieved from the heary duty whioh is imposed upon its products in the United States of America, it became absolutely necessary to arm the Governor General in Opmoil with power, when that Bill became law, to repoal the export duty on loge, in order that wo might enjoy the adyontage that is thus given under thatAct. But, 3in, we must not forget that although lumber may be made free, although a large mumber of other articles in which we are greatly interestod may be made free under Thas Bill, that it is only an Act of legislation. It is not a treaty, it is not a matter wif arragement for ton or twolve years, as on former occasions of reciprocal action 3ntween the two countries which was arranged by treaty. We have the disadvantage of knowing that there is not that fixity in legislative arrangements that there would Wo ander a treaty, but countorbalancing this we are left in Canada as free as the Betasmon of the United States are left, to alter or modify our legislation, and merer a risoiprocity of taxiffs each country remains perfectly free from Session to Session, to make jast such changes in extending the free list ou in curtailing it and imposing anty npon articles that have previously been made tree, as they had before. There
is no obligation resting or binding upon either country, and, under those circum.. stances, I fell that it was right for the protection of Canadian interests that we shoald modify this clause and only embrace in it such articles as we were all quite satisfied it would be in the interest of Canada to make free, whenever they were made free in the United States of America. Salt stands in the same way. In the Mills Bill it is provided that salt shall be made free, but only when coming from such couno. tries as do not oharge duty upon salt going into that country out of the United States. So in the same way as in reference to lumber, in order to get the advantago. of that Bill, if it were to pass to morrow or a month honce, it was absolutely necessary the Governor General in Council should have power to deal with that subject so ns to put salt on the froe list, and give-as [ have no doubt that action would give3, very great impetus to that very large and important industry in the Province of Ontario. Now, Sir, I do not think it will be necessary for me to say more in referonce to that, but I want to draw the attention of the House for a few moments to a subject of very considerable importance.

## UNRESTRIOTED REOLPROATY.

When I was standing here a fear ago I congratulated the House, and 1 congratulated the country upon the fact, that the anxicty that parties wishing and desining to invest their capital in the manufacturing industries of thig country and in the development of our industries, had, in consequence of the doctrines held previously by the Liberal party, disappeared on account of the action of the hon, gentlemon opposite. I congratulated the House, and I. congratulated the country, upon the fact that the great leader of the party opposite-I refer to the Hon, Mr. Blake-Who so long led with so much ability in this House the party opposed to the Government-I congratulated the Honse that in the most formal and authentio manner, that hon. gentleman, on $a$ most important occasion, on the eve and in the very throes of a geceral election, had declared to the people of this country that the antagonism of the Liberal party to the policy of protecting Canadian industrios had ceased, and the hon. gentleman not only spoke withthe high authority which attached to his name, and which attached to his position, but feeling that it was desirable on an occasion of that kind that there should be no misunderstnading $\%$. that everybody in this country should understand that we were as one upon this great question which had been so long a subject of such fierce controversy; referred especially to the hon, member for South Oxford (Sir Richard Cartwright) and undertook to state to the country that he was expressing that hon, gentleman's views and axpressing the viows of the great party of which he was the loader when he made that important announcement. I do not hesitate to say that as a party man, as one who believes very sincerely that the best interest of Canadia is intimately bound ap. with the success of the great Liberal Conservative party in this country, I read that announcement of Mr. Blake's with a good deal of dismay. Looking at it from a porty standpoint I felt that he had made a great stride on the march to the Treasurg

Wenches. I always felt certain that so long as that hon. gentleman kept his party 'in battle array against giving such fostering protection to the industries of Canada, ias had beon found necessary to vitalise them and bring them into existence, that wo were safe. But I felt that, however much we were in danger by the fact that the hon: gentleman had stepped upon a higher plane and placed himself before the people of this country in a position that took away one of the strongest arguments we could prosent to the country to induce them to keep hon. gentlemen opposite discharging the important functions of a loyal and constitutional Opposition-I say, Sir, although I felt this, I felt also that the loss to my party was more than counter balanced by the gain to the country, in the assurance given to the capitalists of the world: "You need not fear, you are no longer in danger, there is no party with free trade colors nailed to the mast, you need not fear that if we get into power we will destroy your investmente." It reassured not only the capitalists, Sir, but that body which is of greater importance than the capitalists, the laboring class of this country. He informs the laboring man who had boen lifted by this polioy of fostering our rindustries from the condition of helpless poverty into one of comfort, that he need ano longer tremble at the thought of hon. gentlemen opposite obtaining a position on whis side of the House, and discharging the administrative functions of the Govern. mont of the country, because there operatives were told that all these fears might be at onee and for ever thrown aside, as the Opposition had shown that Iit was possible that they could learn something. They had shown that it was possible for them at last whon face to face with the great throbbing pulse of the public sentiment of this country, to ascortain what the poople of this country fand deliberately resolved upon, a policy that the people had deliberately and again and again affirmed as the true policy to be pursued in this country. Still, Sir, I meod not toll you with what rogret I learned that all these congratulations that I had offored to hon,gentlemen opposito, all these congratulations I had offorod to this House, all those congratulations I bad offered to this country, had to be re-called. I need not tell you, Sir, the regret with which I loarnod this-not again as a party man, because, looking at it from a party standpoint, I folt that hon. gentlomon opposito could do us no greator service as a party than to fall back from the high position thoy had taken, and to toke back this deliberate announcoment made in the most formal way to the people of all Canada as to what the future trade policy of hori. gentlomen opposite would bo. Woll, Sir, what was proposed? Why, Sir, when that great and distinguished loader of the party was obliged, by causes which wie all deplore, to deprive the Parliament of Canada of the !groat advantage of his presonce, wo know that very soon, notwithstanding the eloquence and amiable qualities of the gentleman who has so worthily succeoded him, notwithstanding that ho is a gontlomen whom we all respect, we found that the Liboral ship wa drifting without a rudder. Instoad of the firm hand of tho eaptain on the tiller, we found a vacillating hand. The hon. gentleman with his conservative instinots-so conservative that I have always wondered, ovor since I have had the honor of meeting him in this House, that he was not on our side insterd of where he is
-I say the hon. gentleman, with his conservative instincts, when it was proposed to go back on the policy propounded by his leader and accopted by his party, and deliberately sanctioned by the people who sent them to this House-when it was proposed to the hon. gentleman to go back on all that, he hesitated long; and when. it was propoundod to him further that we should take so radical a stop as tovirtually change the constitution of our country, the hon. gentleman showed more: than a disinclination to be led into that course. But, Sir, we found the Liberal ship,: having lost its rudder, in the hands of the hon. gentleman opposite, drifting without apparently knowing in what direction to attempt to move. We found it drifting: upon the rock of commercial union. Sir, I am glad to know that the hon. gentleman did not commit himself to that policy; I hope, for his own sake, and for the sake of the record that will remain of him as a public man after we all pass away, that he did not commit himself to that policy; but it cannot be forgotten, Sir, that hon, gentlemen holding high and commanding positions in the party were roady to adopt commercial union as the policy of the Liberal party. Wo know, Sir, that commercial union was propounded by Mr. Wiman, a gentloman of great ability, a gentleman of immense pecuniary resources, and I think I would not be doing him a particle of injustice if I were to add-for it is no disgrace to him-a gentleman of unbounded ambition, living in the city of New York and a reeidont of the United States for many gears; and I congratulate him on his success most heartily: If we do lose a man, if a Canadian goes to the United States, I care not in what capacity, I want to see him occupy the highest and most important position he cac. occupy. But, Sir, what did we see? We found that gentleman prepared to place himself at the head of the great Liberal party of Canaāa. We found thot gentloman, not only with the ambition, but the vanity, notwithstanding the great names and the great ability possessed by a large number of gentlemen in that party, to aspire to place himself at their head, and dictate to the Liberal party of Canada what should. be their policy with respect to the most vital and important and momentous issues. in this country. Well, Sir, it is a great advantage for a movement to have a man of unlimited pecuniary resources associated with it. Everybody lnows that in these: days it is no detriment to a cause to have men in it who have not only the will, but the means to put their hands in their pockets to advance its interest. Mr. Wiman. had those advantages, and I do not hesitate to say he had the still greater advantage of being a man of marked ability. Well, Sir, what was, the result? Why, Sir; he soon-whether by some human device or not, we are not able to fathom-secured the services of two leading journals of Canada, the Globe newspaper and the Maib: newspaper, to advocate the cause of commercial union. But, Sir, we found not only those two leading journels committing themselves to the policy of commercial union, but we found one after another of the groat lights of the Liberal party giving more than countenance to that policy. Where is it now, Sir? Why, Sir, a discovery was made, and I feel that a meed of praise is owing to the hon, member for West Ontario (Mr. Edgar) in this regard. I believe he is the man who held out the beacon light to keep the great party with which he is connected from drifting on the rock which he haci
the aagacity to see, would have consigned it to political perdition. We not only found that hon. gentleman becoming awake to the dangerous direction in which bis :party was drifting, but we very soon found that he had influence enough to rescue the - organ of the Liberal party from a policy that would have undoubtedly onded at an early - day in the utter destruction of the party. And what is the result? The result is what Mr. Wiman, with all his monoy, with all his ability, with all his ambition, stands to day alone on the policy of commercial union, without a follower, without a supporter, in the whole of Canada. That, Sir, is the position. He found himself face to Eace with the logal. British sentiment that is too deeply rooted in the hearts of Canadians to allow them for one moment to adopt a policy which every man with a. particle of sagacity must see would result in Canada either ocoupying the most -deplorable and contemptible position that any free country could ever occupy, that - of having its tariff and taxes imposed by a legislation with which it had no conuec:tion, or taking the next and inevitable step, of becoming a part of that great country. Brought face to face with that loyal sentiment; which fills the breasts of Canadians to an extont as great as it doos those of the people of any portion of Her Majesty's Empire, the ship was steered away, and, Sir, what for? Only to esoape destruction on the rock of commercial union, to be stranded on the shoals of unrestricted reciprocity. There it lies today, Sir, a great pariy, a party possessing men of the highest order of talent, a party embracing a great body of the independent yoomanry of this country, who give it an onthusiastic support, a party possessing overy quality necessary to lead it to power except fixed principlos, in accord with the sentiments - of the country.

Sir RICHARD CARTWRLGHT. Hear, hear.
Sir CRARLES TUPPER, I hope my hon. friond will allow mo to take that back, if he supposes me to uee the exprossion in the sense of unprincipled. Not af all. What I say is this, and I say it in no invidious sense-I say that the seoking of power, the desire to obtain power for the sole purpose of governing a country, is, in my judgment, the most unworthy one that conld ever stimulate a party. I aay that the objoct of obtaining office must be, if it is to be useful to the country, inspired By the convietion that the attainment of power will be the means ofenabling the party to carry out such a policy and such principlos as will promote the progross and prosperity of the country. When $I$ speak of the want of principle, $I$ speak of it in that sense; I speak of the want of any fized principle that will commend itsolf to the judgment of the independent yoomanry of Canada and inspire oonfidence in the party whioh seoks their suffrages.

Mr. LANDERKIN. Something like the standing ofier that you refor to.
Sir CEAARLES TUPPER. I will not oocupy the time of the Houso much longer, but I want to draw the attention of the House for $v_{2}$ single moment to the suprome folly of any Canadian statesman talking about unrestricted rociprocity. If
put aside as a minor matter the question that in order to get unrestrioted reoipwosity you must bring the people face to face with enormous direct taxation. That I take to be admitted by the gentlemen opposite.

Some hon, MAMBERS. No.
Sir OHARLES TUPPER. If they do not, they ought to admit it, for it is plainly to be seen. No man has yet undertaken to give during the long debate, to which I was sory not to have the pleasure of listening but whioh I resde ${ }_{8}$. while asking this oountry to commit itself to what I oonoeive to bo the mad folly of unrestrioted reciprosity, has ventured to put before this House or formulata any system by which it could be carried out if we got it to-morrow. If they say they are going to let the United States supply Canada with evorything without a farthing of tariff being mposed on it, where is the revenue to oome from? The United States are perfeotly able to supply this country with everything we requires, and I want to know in that oase where is your revenue to come from? But, I are not going to waste the time of the House in discussing the wildest ohimera that was over put before a senibible people. I put aside the question of the enormous directr taxation that would orush the people of this country. I put aside the question of amperilling the industry, the capital, the labor of this country, as they would be imperilled. I put aside the fact which everybody knows, and which my hon. friend admitted, when he stood here battling with heavy deficits and struggling to mako the revenue of this country meet the very moderate necessitios 'f this country, the hon. gentleman then was impelled to parstie a very economioal and noderate course in reference to pablie expenditure; I say, when he was face to face with deficits, whon he, as Finance Minister: of Canoda, told the people of this oountiry that ho could not add a small percontage to tho ditios on imports, that he oould not increase the revenue to even a small extent unless he did it by direct taxation -

Sir RIGHARD CARTWRIGHT. I did not aay that.
Sir CEAARLES TUPPER. If my hon. friond says he did not say that, I willatay that his momory and mine are not together on that question.'

## Sir RIOHARD OARTWRIGHT. Quite só.

Sir CHARLES TUPPER. And he knows better perhaps than I do; but L understood the hon, gentleman to say, when he was admitting a sorious and forment dable deficit, that he would be glad to provide for it, but that he did not know of any means of further increasing the revenue oxcept by direct taxation.

Sir RICHARD OARTWRIGET. No, I did not say that.
Sir CHARLIES TUPPER. The hon, gentleman saym I misunderstood hima
Sị RICHARD CARTWRIGHT. Quite so.

Sir CEAARLAS TUPPER. And I suppose I have misunderstood him, But inalopeudently of that, what is the fact? Why, he knows that Canada was then the glanghter market of the United States.

Sir RIOHARD CARTWRIGHT. No.
Sir CEARLES TUPPER, He knows that every interest in Canada was paralysed.
Sir RICHARD CARTW RIGHT. Not a bit of it.
Sir OHARLES TUPPER. The hon. gentleman knows that every interest ins Cannds-that is my opinion-

Sir RIOHARD OARTWRIGHT. That is all right, but you said I knew.
Sir CHARLES TUPPER. That Canada was paralysed by being made a slaughter. zaruket for the United States. Does the hon. gentleman want to take Canada back to 1874, 1875, 1876, and 1877?

Sir RICHARD CARTWRTGHT. She was in a great deal better position then. tham she is in to-day.

Sir CHARLES TUPPER. Does he want to allow the enormons eapital, the great skill, which has made the United States to day one of the foremost manufacturing countries of the world, sweep our younger industries, with their smaller capital, out of existence, and compol the labor of this country, which, after all, it is pure reost vital and important consideration to keep in our midst, to go, as it had to go in those dark years of Canada, down to Boston and New York, to do in another country the work required to be done in Canada, and which a subsequent Canadian Government found that Canadians could do on Canadian soil? I have used a strong. torm ; I have said this schome of unrestricted reciprocity is a folly, a mad folly; and. I say so for this reason: that if every man in this House was of opinion that Canada ahould commit suicide-as it would do by adopting uncestricted reciprocity-l say if that was the position of every man of both sides of the House, we would have no more chance of obtaining unrestrieted reciprocity with the United States than we. mould have of dictating to the Imperial Parliament what Ministers should advise Eer' Majesty. I can searcely find any simile or language that would show the utter Sntility of adopting such a policy. This subject has boen discussed now for many months, it has been put forth in the most captivating form by the ablest mon on the opposite side of the House, both in this House and abroad through the coantry, and they have found papers so wanting in information and so blindly subservient to party ialluonees as to advocate thoir scheme-and what has beon the result? Why, pointi me to a papor in the United States, republican or domocratic-show mo a aingle papor possessing the slightest influence in that country that would ever give support zo acheme which would take away the barriers between the trade of Canada and the trade of the United States, and leave Canada free to adinit tho products of Thingland, ......

Sir RIOHARD CARTWRIGHT. Oertsinly not.
Sir CHARLES TUPPER-and the other parts of the world.
Sir RICHARD OARTWRIGHT. That is what you call unrestricted reciprocity.
Sir CHARLES TUPPER. I say you will search in vain.
Sir RIOFARD CARTW RIGHT. I dare say.
Sir OHARLES TUPPER, You will'find no man in Congress who will support suich a soheme. Mr. Butterworth, in his Bill, provides that nothing shall be done until there is an arrangement by which all this is to be managed. In these vague terms, be seeks to get over the difficulty, but he knows that neithor in the Senate, nor in the House of Representatives, nor in the press, nor among the publio men or statesmen of that great country, could you find a man occupying influence or position who would dare to stand up in that country and propound the policy that Canada should have free trade with the United States, and make as low a tariff as shospleased at the same time with England.

Sir RICHARD CARTW RIGET. I dare say not.
Sir CHARTES TUPPRRR. That is the reason why, in my judgment, I am not using too strong a torm, when I say that a madder act of folly for a party to commit itself to could not be discovered, if they offered a premium to any person to discover it. Yesterday these hon. gentlemen stood face to face with the people of Canada with a policy that everybody understood. Yesterday they stood face to face with the people of Canada deolaring that they had learnt something by their long term in Opposition, and were prepared, if entrusted with power, to protect the labor and the capital and the industry of the country. To day they have escaped sudden destruction on the rock of commercial union only to be stranded on the shoals of unrestricted reciprocily.

## Mr. PATERSON (Brant). You were very near there yourself.

Sir CHARLES TUPPER. The hon. gentleman says I was very near there myself. I am puzzled to know what sort of mental organisation a man must possess who cannot discover the distinction between an unrestricted offer and unrestricted reciprocity. When as a negotiator, when as one of Her Majesty's plenipotentiaries, it became my duty to ascertain whether the United States wore prepared to meet us half way or to do anything to remove the obstructions to the freer commercial inter. course which we all desire, when I was in that position, I put an unrestricted offer before them certainly; but did I say anything about unrestricted reciprocity? What was that offer? Did it commit me to anything excopt that I was prepared to negotiate in regard to the question of freer commercial interoourse? The hon gentleman said, you made an unrestricted offer. I said I did, and I did so deliberately, because it the statesmen of the United States were prepared to offer us unrestricted reciprocity; I wanted to know it; but I was not oommitted to it. I said that I was prepared to
hegotiate the settlement of the fisheries diffoulty' on the basis of freer commercial intercourse, but I ask any hon, gentleman on the other side if I would not have had a perfect auswer to any proposition, either that the proposal did not go far enough or that it went too far.

Mr. MAOKENZLE. You made an offer, but you did not mean it.
Sir CHARLES TUPPER. The hon, gentloman aays that I made an offor which $I$ did not moan. That would be a very mean thing to do. I think my hon. friend oannot moan that. I made an offer in a broad and comprehensive form, moaning exactly what I said, that I was prepared or that the British plenipotentiaries, who authorised me to make the offer, were prepared to negotiato the settlement of the fisheries question upon the basis of greator froedom of intercourse between the United Statea and Canada; batdid that commit me to unrestrioted reciprocity? I was asking for what every public man in this country, every man on both sides of this House, has endeavored to obtain and has asked for over and over again,

Mr. MACKENZIE. If they accepted your offer, would not that have committed you?

Sir CHARLES TUPPER, No, it would not have committed me to unrestrieted reciprocity. I tell my hon, friend, as I have already explained, that, if they had acoepted the offer and had said: Yes, we will settle this question on terms of greater freedom of commercial intercourso, and had then said : We are propared to negotiate in regard to those terms, and had asked: What greater freedom do you wish? I would have formulated the greater freedom which we desire and would have put a distinct statement before them. Then I would have been bound to formulate my policy and to say how far I was prepared to go or how far I required them to go in order to sottle the question on that basir. If I had to take up more time to teach hou. gentlemen the differeuce betweon an unrestricted offer and unrestricted reciprocity, I should despair, and I will save my breath for somothing more important. Whon we took up this question of fostering our native industries, many parties in Noglend attacked me in reforence to it, and asked: What do you mean by turning your back upon the English free trade poliey and taking up the United States protective policy? I said : If you were placed in our position, with a population of five millions alongside of a country with sixty millions of people, and with only an invisible line dividing the two countries, you would understand what we mean. I said to them, as I have stated in this House, that no Canadian statesmon oan formulate a fiseal policy for this country without having regard to the policy of the great nation to the south of us; and I said further that it was of the greatest interest to Canada to have the freest intercourse possible with them, consistent with safe-guarding the best and highest interests and institutions of the people of Canada، Now, what do you find? You find the republican party of the United States standing firm by a protective policy, you find them standing by a policy of high protection for American industries. That is their policy. Do you find any free trade party in that country? If you think there is any such party, read Mr. Mills' Bill, and that is the exposition
of the views of the administration of the United States and of the great demooratic party. Do you find any free trade in that Bill? I have shown that he proposes the enormous reduction on all the iron industries of the United States from 434 per. cent. to 41 per cent. That is the free trade proposed ander Mr. Mills' Bill. He proposes, it is true, what is also our policy, to make raw materials and natural products free, but that is also a protective policy. Everything that makes the living of the artisan cheaper and furnishes the raw material to the manufacturer cheaper, enables you to raise the same revenue and at the same time to protect the article with a lower tariff. There you have the great statesmen of that country, who have been able to excite the admiration of the civilised world by the high condition of prosperity and progross into which they have brought their country; you have republioan and demoorat united in demanding and maintaining a system of protection for the capital, for the industries, and for the labor of the people of the United States. This is their position, and it is ours, I do not intend to weary the House with any further remarks, except to say that, although I have had the unpleasant duty to perform-and I hope my hon. friend from South Oxford (Sir Richard Cart. wrightj will not press me too hard on that ground-of showing that we have had a litile cheok in our onward progress, he must not forget that the policy which was adopted of fostering the industries of this country so strengthened the hands of the Government and of Parliament, so filled the treasury of the country, as to enable us to construct public works of the most gigantic extent, and of the most undoubted importance to every section of this country; he must not forget that Canada has built these great public works-and not only one side but both sides of the House have been concerned in that, because bon, gentlemen opposite completed the Inter. colonial Railway, as far as it can be said, I suppose, ever to be completed-from the Atlantic to the Pacific, and the people of Canada have found the means to construct one of the most gigantic works that any five millions of people in any part of the world have over been able to construct, and yet our credit stands to-day at the highest point ever reached, as will be shown by the following statement :

Loans or Oanada.


Totas debt payablo in London, July 19t, 1887 :Rate of Interest. . Amount.
3t per cent......... ...... ......... ....... ......... .................. ......... .................. \$ $84,333,333$
4 . 4. ................................ ....... .............. .................. .............. . 140,856,599
5 " ........ ................................................. . ............... ......... 2,433,333
616 ...................... ................. ........ ............... ..................... 4, 052,473
Total........................................... ............................. $\$ 171,675,736$
Iutereat paid
$\$ 6,850,745$

Average rate of interest:-1867, $5 \cdot 65$ per cent.; 1877, $5 \cdot 35 ; 1877,474 ; 1882,4 \cdot 39 ; 1887,3.99$.
Prioes of Oanadian Securities in London, in month of Mareh :-
5 por conts.:-1868, 861 ; 1872, par; 1873, 108; 1874, 108; 1875, 1084; 1876, 107; 1877, 103; 1878, 108 ; 1879, 109 ; 1880, 112 ; 1881, 114 ; 1882, 114 ; 1883, $114 \frac{3}{4} ; 1886$, 113 ; 1886, 116; 1887, 114; 1888, 118.

4 per cents. $:-1875,93 ; 1876,92$; 1877, $94 \frac{1}{4} ; 1878$, $94 \frac{1}{4} ; 1879$; 95 ; 1880, 97 ; 1881; 104 ; 1882, 106; 1883, 105 ; 1884, 106 ; 1885, 106; 1887, 1063 ; 1888, 115急.

3 per cents. :-1885, 92; 1886, 97; 1887, 100; 1888, 109.
We have found means to stimulate the various interests of the country, we have found means to promote every industry excopt lumber, which, I hope, in a very short time is going to have its innings, under the Bill which I am at present laying on the Table. We have a countiy vast in extent, illimitable in rosources, whether by sea or land; we have inexhaustible riches in tho seas which surround us, and they are in our own hands to develop them. We have a mereantile marine which would be the pride and admiration of any country, and which is only surpassed by that of four nations in the world. Sir, I remomber the lon, gentloman opposite, on one or two occasions, endeavoring to cover me with ridicule because I made a calculation of how much wheat could be grown in the North-West by 100,000 farmers, cultivating 320 acres of land each, with a yield of 20 bushels to the acre. What does he say now? Will he repeat that to-day when we have the facts before us, that 16,000 farmers in Manitobs and the North.West of this? country, have prodnced from $13,000,000$ to $16,000,000$ bushels during the past year? Sir, the abnormal diffioulties that were experienced there, the inexperience of the country by the new men who went into it, and a variety of other difficulties have disappeared, and so far as the development of that oountry is concerned, we are now entering upon a career of rapid advancement that I believe will, at an early day, give us much greater surprises than that which is at this moment occupying the attention of thoughtful agriculturists over the civilised world, that is, a country producing 50 and even 60 bushels to the acre, upon the average, over large farms. I do not mean to say that is the average in the country, but I mean to say that, on a number of large agricultural holdings in the North. West, when the grain was threshed out, it measured froze 50 to 60 bushels por acre, covering the whole crop on the farm. Hon. gentlemen opposite will be as glad as I will be if that statoment turns out to be true. I eay, under the circumstances, what has Canada to bo afraid of, if we have accom-
plished all this, if we have brought our country to the position which she occupies today? There is no member of this House who does not know that both in England, and the United States Canada is beginning to attraot an amount of attention that a few years ago the most of us would have believed it impossible to attain. I say, Sir, what have we to be afraid of, with a hardy, enterprising and intelligent population, with men who, man for man, are ready, in a fair field, to onter into competi tion with the mon of any other country in the world-with a fair field, not handicapped mind you, but with a fair field-I say, what have we to be afraid of? Sir, we have the most abundant evidence that it is only necessary for us to have confi" dence in ourselves, and to devote our selves unsparingly in the future to the great task of developing the inexhanstible resurces of this country. Then, with a great population, whenever the time comes that, as hon. gentlemen opposite seem to think, we ought to have the management of these matters entirely in our own hands, we shall be able to onter, upon even terms, into negotiations with other countries for the extension of our commervial relations. I say, Sir, that we not only have the advantage of this great domain, with its inexbaustible resources, but we have over us the flag of the mightest empire in the world, and under its ægis we oan go forth with greater confidence than any man can possegs, representing a community of only five millions of people, we oan go forth knowing that in the remotest section of the world that flag is waving over our heads, that there are behind us an army, a navy, and a moral force of a great empire that will give Canada all the protection that she can desire. Sir, under theseciroumstances, to throw away our birthright for a mess of potage, to go looking for unrestricted reciprooity with a foreign country -even if we could obtain it, I say a policy of that kind would be, in my opinion, to make us forget what Canadians never will forget, the gratitude they owe to the great empire of whioh we form a part, and the duty of building up on this northern portion of the continent of Amerioa, a country to which every Canadian will feel proud to belong.

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|  | 67168 | $8{ }^{\prime}$ | 9 | $10^{19 / 4}$ | $1{ }^{1}$ | \%2 | \%3] ${ }^{1}$ | $4{ }^{\prime}$ | "15 | "1/6 | [ 1 \%/2, | $\psi^{\prime \prime \%}$ | $48^{\prime \prime}$ | $9{ }^{1} 8$ | 0):8. | 1 | 22'8. |  |  |  |  | '86 ${ }^{\circ}$ |
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## GANADA

## Taxation being Gustom \& Exgise DUTIES GOLLEGTED During years ended June 30 th 18 -


 Cistoms inBlack Etrcise in Red.

Total Exports of Ganada．
for years ended June $30^{\text {th．}}$
in Millions \＄

|  |  | 9 ${ }^{23}$ |  |  |  |  |  |  |  |  | ［78 |  |  |  |  |  |  |  |  |  | $86.8 \%$ |
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|  |  |  |  | $\pm$ |  |  | $\stackrel{\rightharpoonup}{8}$ | E | $=$ | $=$ | $=$ |  | $=$ | $=$ | $=$ | $=$ | $=$ | $=$ | $=$ |  | ＝ |
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[^2]
## Total Imports into Ganada.

for year ended Jume 30t.
$18-$


Imports for" Home Consumption in ǐed

## Canalda

## Imponts for Home Gonsumptron Drvided into Freme \& Dutiablie During years ended June 30 th 18 -


$-1-1-1-1-10$


Each square represents five millions. $\Phi$

## Imports of Tron \& Steel \&Manufactures thereof

 into the Dominion for Home Consumptionfor years $18-$



## Discounts

given by the ohartered Banks of Canada
June $30^{\text {th }} 18$ -

$\$ 50.500 .316$

Overdue Noteswhebtsin Thatereabraikis
proportionbeing to total Am ${ }^{t}$ borrowed from $B k$




## BUSINESSTAIUURESIN GANAIAA. Yeal18-

 BANK NOTES In GIRGULATION
## during years endedLume $30^{5}$

 18-

Deposits by the Peopleinthe Ginficered Banks of Cantida. June $30^{\text {tin }} .18-$


by thePeople in Savings Branches Building Societies \& Loan Gompanies
for years ended Deo ${ }^{5} 0^{\text {ne }} 18-$


inh billions $\$$


Operations of the Money Order System.
for years ended fume $30^{\text {th }} 18$ -



\$ suonmurz

## CANADA POST DFFICES.'



## Ramnays in Ganada, June $30^{\text {h }}$

years 78-


GAYADA RAILNAXS PASSENGIUR GARTRED.
for years ended June $30{ }^{\text {th }}$


Ramnars or Ganada, Tons Garried.
18--



# CANADA. <br> Sea going Shipping, (Arrived\&eparted,) by NATIONALITIES. During year's ended June $30^{\text {th }} 18$ - 



| ) | $82^{\prime \prime}$ | $83^{\prime}$ | $84^{\prime}$ | $85^{\circ}$ | $86^{\prime}$ | $87^{\prime}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
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3Mill British in Ped.




## Consting Trade Tonnage employed


in Nillions tonis
1


REGISTEREDTONS 10.300 .539
$11.04 \% 661$
12.066 .033 14.053 .013 1510.760籸 791.064 15.683 .566 $15.473 .70 \%$ 75.944427 16.368274 $1 \% 513.6 \% \%$

Net Tons of 2000 Pounds
years 18 -
in Millioms toms

623.392
684.52
734.285
804.431
1.038 .349
1.228 .852
1.068 .166
998.104
950.483
1.020 .875
1.109 .595
1.152 .983
1.456 .795
1.514 .542
1.845 .548
1.831 .819
1.997 .368
1.973 .987
2.104 .170
Dart Shade at Bottom of 188\% Column, Represents Produotion Anthinucite Coal of which were mined, 11.600. Toris.
during Years ended Dec $31^{\text {st }} 18$ -

|  | COLUMN I | COLUMN 2 | COLUMN 3 | COLUMN 4 | ANALYSIS OF COLLIMN NO 2 |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Year. | TOTAL SALES | NEIGH:?PROVINCES | SALES | fORHOME CONSUM: |  | $\begin{array}{\|l\|} \hline \text { SALES } \\ \text { TON.BRUNSWICK } \end{array}$ | SALES | SALES TONFWFOUNDLANI |
| 1868 | 4.53 .634. | 102814 | 233179 | 11\%.637 |  |  |  |  |
| " 69 | 511795 | 129.148 | ?66.220 | 116.42\% |  |  |  |  |
| - 70 | 56,8.97\% | $1729 \% 8$ | \% $05.11+7$ | 130152 |  |  |  |  |
| - 71 | 5.96419 | 168578 | 278309 | 149.632 |  |  |  |  |
| -72 | \%85.914 | 280.553 | 300055 | 205.306 |  |  |  |  |
| - $\% 3$ | 881.106 | $33 \% 9 \% \%$ | 327.834 | 215.295 | 187059 | 68.217 | 26.840 | 55.861 |
| " 74 | 74.9184 | 338.754 | 105.108. | 114.965 | 162.269 | 78.841 | 41.948 | 55.696 |
| -75 | 706.705 | 381.717 | 112.454. | 212.630 | 189754. | 85.968 | 43.641 | 62.348 |
| - 76 | 6334.80\% | $37 \% 813$ | 90\% 106 | 225.658 | $11 \% 303$ | 701890 | 16.908. | 51.742 |
| " 77 | 687065 | 204447 | 136.828 | 255.790 | 95.118 | 101818 | 45.169 | 49.342 |
| - 78 | 093.511 | 303.728 | 100.601 | 279.1 リス | 83.70 | 115245 | 43.412 | 61.361 |
| - 79 | 688.624. | 341.391 | 0.9 .113 | 278.120 | 154.718. | 84.731 | 41.891 | $5 \% .651$ |
| - 80 | 0.54 .059 | 453.301 | 148.445 | 322913 | 239091 | 9\%.81\% | 46.767 | 69.626 |
| - 81 | 1035014 | 503.641 | 148.960 | 382413 | 268.628 | 123.526 | 49313 | 62.174 |
| - 82 | 1350.179 | 666.476 | 124.751 | $458.95 ?$ | 383031 | 153.617 | 50.006 | 79.732 |
| - 83 | 1.297 .523 | 688.111 | 138.085 | $47137 \%$ | 410.605 | 16\%.740 | 48088. | 61.678 |
| - 84 | 1261650 | $69181 \%$ | 76.783 | 493.050 | 396.782 | 158420 | 50.399. | 86.216 |
| - 85 | 1254510. | 760.643 | 40215 | 454.652 | $493.91 \%$ | 148.634 | 52.770 | 74.322 |
| " 86 | 1.373 .660 | 835.324. | 78.105. | $400.23 \%$ | 538.762. | 175.918 | 49.168 | 71.476. |
| $\cdots$ | 1.519.684 | 970.037 | 80.183. | 469.464 | 650.858 | 186.511 | 50.615 | 82. 053 |

## NOVA SGOTLA GOAL SALES, (INTONS)



Fach Square Represents 50.000 . Tons

# Total Consumption of Coal in the Dominion 

Net Tons of 2000 Pounds years 18 -


## $\mathscr{F}$

in Nillions tons

Fire Insurance in Canada
Amount at risk Dec. 31 st



Net Amount in force


GANADIANRANK STOCKS, during years ended Deci31st


## LN MONDON. in Month of March 18-



Fach Square Represents I penCent

$$
\begin{aligned}
& \text { 5pencent in Red } \\
& 4 \text { " Blue } \\
& 3 \mathrm{k} " \quad . \quad \text { " Black }
\end{aligned}
$$

of Canada and the Provinces of Ontario and Quebec, from 1867 to 1888. OF CANADA-I. $\because \quad \therefore \because \quad \therefore \quad$ Cn


Dr: :
PROVINCE OF

\begin{tabular}{|c|c|c|c|c|}
\hline Date. \& \& - \& \(\overbrace{}^{-}\) \& Interest. \\
\hline 1882. July: 15 \& \begin{tabular}{l}
Brought forward: \(\qquad\) \\
1 \\
To L. R.: Church, Q.G., fees ás Coursol, travelling expenses and hotel bills, Belleau vs. Regina, before the Privy Council \(\qquad\)
\end{tabular} \&  \&  \& \[
\begin{array}{rl}
\$ \& \text { cts. } \\
22,249 \& 39
\end{array}
\]
\[
\therefore,
\]
\[
47156^{i}
\] \\
\hline Aug. 15 \& Bank of Montreal, interest on Welland Caunl Debenture No. 159 , from 31stDec., 1854 , to 31st Dec., 1863 \(\qquad\) \&  \& 4 \& \[
811
\] \\
\hline Deç. 26 \& Bank of Montreal, London', for Bill of Exchange in favor of Bompas, Bischaff \& Dódgsöni, for legal services in the case of The Queen vs. Belleau and Belleau vs. The Queen...... \& \[
1 .
\] \& 1,431 65 \& \[
188 \quad 13
\] \\
\hline \[
\begin{gathered}
1883 . \\
\text { Feb. } 11
\end{gathered}
\] \& \begin{tabular}{l}
F. Hayter, for services in connection with adjustment of the Province accounts. \\
M. G. Dickieson. \\
C. H. Terry.
\(\qquad\)
\(\qquad\)
\end{tabular} \& \[
\begin{array}{r}
100 \\
80 \\
80 \\
20 \\
20
\end{array}
\] \& \& \\
\hline June 9 \& MoMnster and others (the Rescue Co.) amount of judgment \(\$ 20,365\), with interest at 6 per cent. per annum, from 28th May, 1879, \(\$ 4,926.48\). \& \& 20000
\(\ldots\)
25,28648 \& 2444
2,62506 \\
\hline \[
\begin{array}{c|}
1884 . \\
M a y \\
\hline
\end{array}
\] \& Aḿount paid James Aylwin aṇd R. J. Bradley, executors of the late T. U. Aylwin, in payment of his claim for a lot of land at Port Daniel, Gaspé, patented by mistake to one l'ierre Pomuier, iniSept., 1856, and interest thereon from 23rd July, 1878, the date on which the clain was made, to
date of pryment.................................... \& 80936 \& \& -

. <br>

\hline May 27 \& Mrs. O. S. Holden, administratrix of the estate of the late James Holden, rent of storehouse from 1852 to 1865. $\qquad$ \& $$
27000
$$ \& \& <br>

\hline $\mathfrak{J u n e ~} 30$ \& Queen's Printer, for printing statement of Province accounts. \& \& \[
$$
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1 \quad 76776 \\
\hline 83,06070 \\
\hline
\end{array}
$$

\] \& \[

$$
\begin{array}{r}
3887 \\
\hline 25,66485 \\
\hline
\end{array}
$$
\] <br>

\hline $$
\begin{gathered}
1885 . \\
\text { Dec. } 14
\end{gathered}
$$ \& To Indian Fund, for amount of $\$ 200$ deposited to the credit of the Receiver-Gencral on the 31st May, 1867, in payment for a mining location on the Garden River, Indian Reserve, and credited to this account through Orown Land Revenue on 4th June, 1867, and interest on the same from 31st May, 1867, to date $\$ 185.40$............................... \& \& 38540 \& 5169 <br>

\hline 1886.

June 30 \& | Amounts paid for the preparation of the statement of the debt of the Provinces of Ontario and Quebec- |
| :--- |
| M. G. Dickieson. |
| J. P. Nutting. |
| C. W. Treadwell $\qquad$ |
| T. C. Bóville $\qquad$ | \& .. \& \[

$$
\begin{gathered}
6500 \\
6500 \\
7500 \\
7500
\end{gathered}
$$

\] \& \[

2906
\] <br>

\hline \& Carried forward \& \& $\frac{22557}{890} 97$ \& $\frac{2341}{10416}$ <br>
\hline
\end{tabular}

Dominion of Canada, \&c-Continued.
CANDALCOntinued. $\quad$. . Cr.


Statement of the Accounts, of the
.Dr.
PROVINOE OF


Dominion of Canada, \&c.-Continued.
'OANADA-Coñoluded.
On.


Statement of the Accounts of the
Dn.
PROVINOE OF

| Date. : | ! ! ' - | - | - : | Interest. |
| :---: | :---: | :---: | :---: | :---: |
| . ${ }^{\text {1867 }}$ |  | \$ cts. | \$ . cts. | \$ cts. |
| Juily 31 | Cash paid for Administratiou of Justice......... <br> do for Education | $\begin{array}{r} 1800 \\ 201.000 .00 \end{array}$ | . $:$. | i. ${ }^{\text {\% }}$ |
|  | do - for Education Oivil Government............................................. | 201,000 3,13483 |  |  |
|  | do Crown Lands Department........... | 1,517 93 |  |  |
|  | do Hospitals aud Charities...... ........ | 13,026 88 |  |  |
|  | do Penitentiry ........................... | 600.00 |  |  |
|  | do Removal to Toronto................... | 9,641-74 | 38 | 54 |
| Aug. 31 | do Education | 84167 |  |  |
|  | do Administration of Justice............. | 2,321 45 |  |  |
|  | do Hospitals and Oharities............... | 12,503 67 |  |  |
|  | do Crowit Lands Department...... ...... | 14,99383 |  |  |
|  | do Miscellaneous.................................................. | 1,30125 4,86867 |  |  |
|  | do Penitentiary ....................................... | 3,167, 55 | 1 $\quad$ |  |
|  | do Removil to Toronto................... | 9000 |  |  |
|  | do Rents and Repais...................... | 2500 |  |  |
| Aug. 9 Sept. 30 | Gash for Adminstration of Justicc............... | 1,492 69 |  |  |
|  | : do Crown Lands Department.............. | 8,361 67 |  |  |
|  | do Education. | 13,341 67 |  |  |
|  | do Hospitals and Charities................. | 10,455 10 |  |  |
|  | do Legislation.................................... | 94742 |  |  |
|  | do Miscellaneous.............................. do doblic. | 1,138 75 |  |  |
|  | - Penitentiary.. ................................ <br> do Rents and Repairs. | 2,69070 2500 |  |  |
|  |  |  | 43,397 57 | 60,891 74 |
| Oct. 31 | do Administration of Justice............... | 7,769 97 |  | i |
|  | do Agricultural Societies................... | 45,619 17 |  |  |
|  | do Civil Government........................ | 75000 |  | , |
|  | do Orown Lands Departmeut.............. | 5,349 19 |  |  |
|  | do Education.................................. | 84166 |  |  |
|  | do Hospitals and Charities................. | 9,94780 |  |  |
|  | do Legislation ............................... | 7,07237 |  |  |
|  | do Law Fees, Con. Stat., c. 12............ | 10000 |  |  |
|  | do Miscellaneous............................. | 91333 |  |  |
|  | do Removal expenses........................ | 40200 |  |  |
|  | ( do Peuitentiary....... .. .................. | 2,818 19 |  |  |
|  | do Public Works............................... | 7,664 86 |  |  |
| Nov. 30 | do Administration of Justice................ | 8,871 02 | ,148 |  |
|  | do Arts, Agriculture and Statistics...... | 2,000 00 |  |  |
|  | do Civil Government........................ | 29348 |  |  |
|  | do Education ................................ | 84167 |  |  |
|  | do Hospitals and Charities.................. | 10,979 02 |  |  |
|  | do Law Fees, Con. Stat., c. 12............ | 1500 |  |  |
|  | do - Legislatiou ................................ | 12,75109 |  |  |
|  | do Penitentiary................................ | 3,288 75 |  |  |
|  | do Public Works.............................. | 8,371 70 |  |  |
|  | do Rents and repairs ......................... | 5000 |  |  |
| Dec. 31 | do Administration of Justice............... |  | 4,461 |  |
|  | do A gricultural societies..................... | 4,105 50 |  |  |
|  | do G1vil Goverument............................ | 3009 |  | : |
|  | do Orown Lauds Department.................. | $\begin{array}{r} 69444 \\ 42,73567 . \end{array}$ |  |  |
|  |  | 4, |  |  |
|  | Carried forward. | 61,320 33 | 488,960 31 | 689,832 09 |

Dominion of Canada, \&c-Continued.
ONTARIO-II.

- Cr .


Stiatement of Accounts of the
Dr.
'PROVINOE OF:


Dominion of Canada, \&c.-Continued.
ONTARIO-Continued. $\quad$. ... Oñ,


Statement of Accounts of the
Dn.
province of


## Dominion of Cauada; \&c.-Continued.

ONTARIO-Continued. $\quad$. OR.


| Drte. |  | - | - | Interest. - |
| :---: | :---: | :---: | :---: | :---: |
| $\begin{gathered} 1870 . \\ \text { June } 24 \end{gathered}$ | To Expenses, local patients, Rockwood Asylum.. Transfers from Special A counts- <br> Upper Canada Building Fund................. <br> Itixpenses of marriage licenses.. $\qquad$ <br> Lav stamps $\qquad$ <br> One-third.timber agencies. $\qquad$ | \$ ets. | $\begin{array}{r}\text { S } \\ 4,117,053 \\ \hline 88\end{array}$ | $\begin{gathered} \$ \text { ets. } \\ 5,191,793 \end{gathered}$ |
|  |  | $\begin{array}{r} 24,787 \quad 72 \\ 121 \quad 00 \\ 285.13 \\ 1,015 \\ 4,355 \\ \hline 60 \end{array}$ |  |  |
| $\begin{array}{lr} \text { July } & 6 \\ \text { Sept. } & 30 \end{array}$ |  |  | 30,566 90 | 33,549 23 |
|  | Cash on account of subsidy do mairiage licenses. do law stamps <br> do law fees | $\begin{array}{r} 34,55500 \\ 22,89905 \\ 20000 \end{array}$ | 523,426 46 | 573,615 53 |
| or. 17 | do on account of subsidy. |  | $\begin{aligned} & 37,65 \cdot 405 \\ & 50,000 \quad 00 \end{aligned}$ | $\begin{aligned} & 40,372 \quad 67 \\ & 52,937 \\ & 50 \end{aligned}$ |
| 1871. |  |  |  |  |
| $\begin{array}{lr} \text { Jan. } & 5 \\ \text { June } & 30 \end{array}$ |  |  | 500,000 00 | $522,51905$. |
|  | Mainteoance of local patients, Rockwood <br> Asylum . <br> Transfers from Special Accounts- <br> Expenses, marriage licenses. $\qquad$ <br> One-third timber agencies $\qquad$ | $\begin{array}{r} \check{5} 3,71417 \\ 29786 \\ 3,73408 \end{array}$ |  |  |
| 31 |  |  | 57,74611 520,000 | $57,54371$ $517,206 \text { i8 }$ |
|  | American Bank Note Co., for law stamps supplied in 1868-69 $\qquad$ |  |  |  |
| $\begin{gathered} \text { Dec. } 31 \\ 1872 . \end{gathered}$ | Onsli, marriage licenses................................ |  | 35,466 00 | 33,614 67, |
| $\left.\begin{array}{lr} \text { Jan. } & 3 \\ \text { June } & 30 \end{array} \right\rvert\,$ | Cash oun account of subsidy <br> Maintenance of local paticnts,- Rockwood <br> Asylum. <br> Transfer from Special Accounts- <br> Expenses of marriage licenses.................. <br> One-third timber agencies. $\qquad$ |  | 520,000 00 | 492,451 03 |
|  |  | 44,43471 15543 3,80450 |  |  |
| July 3 Dec. 31 1873. | Cash on acconut of subsidy.. ...................... |  | $\begin{array}{r}48,394 \\ 620 \\ 5000 \\ \hline\end{array}$ | $\begin{array}{r}43,56934 \\ 467,757 \\ \hline 11\end{array}$ |
|  | Marriage liceuses ..... ........ |  | 35,361 00 | 30,196 31 |
| $\begin{array}{lr} \text { Jan. } & 4 \\ \text { June } & 30 \end{array}$ | Cash ou account of subsidy <br> Maintenance of locol patients, Rockwood <br> Asylum ................................. .............. <br> Transfer from Speciol Accounts- <br> Expenses of marriage liceuses. <br> One-third timber ageucies. <br> Oash on account of subsidy. |  | 500,000 00 | 426,476 51 |
|  |  | 48,59350 183 4,413 4.4 4 |  |  |
| $\begin{array}{cc} \text { July } & 1 \\ 1874 . \end{array}$ |  |  | 53,190 17 | $43,016 \quad 27$ |
|  | . Cash on account of subsidy |  | 666,784 71 | 538,279 02 |
| Jan.June | Cash on account of subsidy. <br> Maintenance of local paticnts, Rockvood <br> Asyluun. <br> Cash on account of marriage licenses .......................................................... <br> Transfor from Special accounts- <br> Marriage licenses ......... <br> One-third timber agencies |  | 660, 78.171 | 508,258 23 |
|  |  | $\begin{array}{r} 51,77260 \\ 41,05700 \\ 17776 \\ 5,44561 \end{array}$ |  |  |
| July 2 | Cash on account of subsidy. <br> Carricd forward. | ................ | $\begin{array}{r} 98,45297 \\ 666,784 \\ \hline 71 \end{array}$ | $\begin{array}{r} 71,04084 \\ 480,82595 \end{array}$ |
|  |  |  | 9,648,279 14 | 10,125,613 98 |

Dominion of Canada, \&c.- Continued.
ONTARIO—Oontinued.
Cr.


## Statement of Accounts of the

Dr.

M PROVINOE: OF


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## Statement of the Accounts of the

Di.

PROVINCE OF


## Dominion of Canada, \&c.-Continued.

$\cdots$ ONTARIO-Concluded. , OR.


Dn. 1 $\vdots$ $\qquad$ :

PROYINCE OF



Statement of Accounts of the
Dr.
PROVINOE Or:


## Dominion of Canada, \&c.-Continued.

QUTEBEC-Continued.
Or.



Dr.
PROVINCE OF


## Dominion of Canada, \&c.-Continued. QUEBEC-Continued.

Cr.


Statement of the Accounts of the1,

Dr.
PROVINCE OF


## Dominion of Canada, \&c.-Continued.

QUEBEC-Continued.
Cn.




## Statement of Accounts of the

Dn.
PROVINOE OF

\begin{tabular}{|c|c|c|c|c|}
\hline Date. \& \& - \& - \& Iuterest. \\
\hline 1878. \& Brought for \& \$ cts. \& \begin{tabular}{l}
\$ cts. \\
\(10,916,74424\)
\end{tabular} \& \[
\begin{gathered}
\$ \text { cts. } \\
9,376,713 \quad 63
\end{gathered}
\] \\
\hline July 5 \& To Six months' inteieest; Montrenl Turnpike Trust Debentures \& \& \& \\
\hline -Sept. 26 \& Amount paid Hon. J. Simpsou, in accordance with Order in Council, Quebec. \& \& 1,600 00. \& 1,46064
633 \\
\hline Oct. 1879 2 \& Amount paid by Dominion to the Province...... \& \& 500,000 00 \& 197,753 18 \\
\hline \[
\begin{array}{ll}
\text { Jann. } \& \left.\begin{array}{l}
2 \\
8
\end{array} \right\rvert\,
\end{array}
\] \& \begin{tabular}{l}
Casli on account of subsidy. \\
Six months' interest, Montreal Tumpike Trust \\
Debentures..
\end{tabular} \& \& \(\begin{array}{r}507,356 \\ 3,600 \\ \hline 100\end{array}\) \& 191,85293
1,341 \\
\hline . June 30 \& \begin{tabular}{l}
Transfer from Special Accounts :- \\
Paid Gyrille T'essier 12 monthis interest, ground rent, Quebec Protestant Burial
\end{tabular} \& \& \& \\
\hline \& \begin{tabular}{l}
Ground. \\
 \\
do Kamouraska, CourtHonse Deben-
\end{tabular} \& \[
\begin{aligned}
\& 5585 \\
\& 7200
\end{aligned}
\] \& \& \\
\hline \& \begin{tabular}{l}
tures \\
do Aylmer Court House Debentures. \\
One-third Timber Ageucies.
\end{tabular} \& \[
\begin{array}{r}
57469 \\
1,326.60 \\
6,09871
\end{array}
\] \& \& \\
\hline \multirow[t]{2}{*}{\(\begin{array}{ll}\text { July } \& 2 \\ \& 8\end{array}\)} \& Cash on account of subsid \& \& \[
\begin{array}{r}
8,12785 \\
507,35606
\end{array}
\] \& 2,803 20 \\
\hline \& Half-year's iuterest, Montreal I'urnpike Trust Debentures. \& \& 301,600 00 \& 1,222 50 \\
\hline Dec. \({ }^{1880 .}{ }^{9}\) \& Amount jaid by the Dominion to the Province \& \& 125,000 00 \& 39,505 10 \\
\hline \multirow[t]{2}{*}{Jan.

5} \& \& \& 507,356 06 \& 168,161 60 <br>

\hline \& | Half-year's interest, Montreal Turupike Trust |
| :--- |
| Debentures. $\qquad$ | \& \& 3,600 00 \& \[

1,10336
\] <br>

\hline \[
\left.$$
\begin{array}{cc}
\text { Aprill } & 3 \\
-J u n e & 30
\end{array}
$$ \right\rvert\,

\] \& | Oyrille 'cessier, one year's ground rent, Protestant Cemetery. |
| :--- |
| Transfers from Special A ccouuts :- | \& \& 5580 \& \[

1623
\] <br>

\hline \& | Interest, County of Portacuf. |
| :--- |
| do Kamouraska Court Flouse Debentures |
| do Ayluer |
| do |
| One-third 'I'imber A gencies $\qquad$ | \& \[

$$
\begin{array}{r}
7200 \\
78233 \\
1,58600 \\
5,98279 \\
\hline
\end{array}
$$
\] \& \& <br>

\hline \& \& \& 8,423 12 \& 2,359 18 <br>
\hline \multirow[t]{2}{*}{Tuly ${ }^{2}$} \& Cash ou account of subsidy Half year's interest, Montreal Turnpike Trust \& \& 507,356 06 \& 141,929 4t <br>
\hline \& Debentures....................................... \& \& 3,600 00 \& 98985 <br>

\hline \[
181 .

\] \& | Payment P. A. T. Deinys de la Ronde, three |
| :--- |
| years rent. | \& \& \& <br>

\hline \multirow[t]{2}{*}{Jan. ${ }_{31}^{2}$} \& Cash on account of subsidy y.............................. \& \& 507,356 06 \& 126,092 77 <br>

\hline \& | Half-ycar's interest, Montreal 'Jurnpike Trust |
| :--- |
| Debentures. |
| Transfers from Special Accounts:- | \& \& 3,600 00 \& 87637 <br>

\hline \& Gyrille 'Lessier, one year's ground rent, Protestant Cometery. \& \& 6580 \& 1276 <br>
\hline June 30 \&  \& 7200
63016
1,67540
6,07403 \& \& <br>

\hline July ${ }_{3}{ }^{2}$ \& Casly on account of subsidy...................... \& \& \[
$$
\begin{array}{r}
8,45159 \\
507,306006
\end{array}
$$

\] \& \[

$$
\begin{array}{r}
1,84585 \\
110,64270
\end{array}
$$
\] <br>

\hline 31 \& Halt-year's interest, Montreal Turnpike 'lrust Debeutures. \& \& $$
3,60000
$$ \& 17,842

76895 <br>

\hline Oct. 31 \& Paid I'. A. I'. D. de la Ronde, rent of English burying ground, Que \& \& $$
5569
$$ \& <br>

\hline \multirow[t]{2}{*}{. Nov .30} \& | Paid Mrs. J. A. Ross, for claim against Pro- |
| :--- |
| vince. | \& \& \& 9686 <br>

\hline \& Carried forward. \& \& 14,638,461 84 \& 10,533,026 64 <br>
\hline
\end{tabular}

Dominion of Canada, \&c.-Continued.



Dominion of Canada, \&c.-Continued.
QUEBEO-Continucd. $\because$. . . Cr.


## Statement of the Accounts of the-

Dr.
PROVINOE OF


## Dominion of Canada, \& $:-$ Concluded.

QUEBEO—Coniluded. .. . . . . . . . . . .



[^0]:    "We use' iron of local'manufature very largely, and find it of at least equal quality to that importod, and the price, as far as our experience goes, is reasonable and not so high as the fall tariff iucrease would warmant. We also have the great advantage of ordering and obtaining this material when wanted, and without having to lay in large stocks."

[^1]:    "In our own basiness we have felt the good effects of the wise and judicious polioy of the Government, notably during the last four months, having largely increased our output by rnnning our Aorce full time both night and day, and within the past few days havo sterted another furnace in our

[^2]:    $\$ 160.2 .30$
    16.001 .997
    10.461442
    $\% 1089 \% 8$
    6875.810
    2.323 .918
    1.825 .559
    $1022.2 \% ?$
    1099.076
    $1.01 \% 401$

[^3]:    Dominion of Canada, \&c.-Continued.
    $\therefore$
    ONTARIO-Continued. $\mathrm{O}_{\mathrm{n}}$

