

figured on a larger figure because you have got to take that wind out in order to give him the \$100.

Q. First of all—A. \$100 cash at the present time would cost him \$15.85.

Q. For \$100 cash?—A. Yes.

Q. How is that made out?—A. It would be arrived at in this way: there would be a calculation of 2½ per cent per month on the outstanding loan, the balance from which would be deducted—

Q. No; but you have your charter—7 per cent interest?—A. This is quite intricate. It seems simple to you—

Q. I am going according to what you have a right to do.

The CHAIRMAN: Let him answer the question.

The WITNESS: To start with, in order to get \$100 cash you presuppose a larger figure, and that discount is figured on the—

*By Mr. Tucker:*

Q. Take the figures you want?—A. Let me finish. I think it is only fair.

Q. All right.—A. The 7 per cent and 2 per cent are figured on that larger figure, and I am suggesting to you that a parallel case would be the \$120 loan, except that we produce \$102.58 instead of \$100. The principal is the same.

Q. Take \$120.—A. You can deduct the \$2.58 from the cost of the loan and you get pretty close to what I am saying—\$17.42.

Q. How is that made up?—A. \$8.42 discount, 2 per cent service charge \$2.40, chattel mortgage fee \$6.62. That totals \$17.42, from which you deduct on the \$100 loan \$2.58 extra cash he got at the start.

Q. That makes \$102.58?—A. In other words he is paying for a loan of \$100 approximately \$17.42, less \$2.58—in the neighbourhood of \$15.

Q. On the present basis for \$100 how much does he pay altogether?—A. The present basis? What do you mean?

Q. On the basis if this bill goes through?—A. That is not the present basis. On that basis he pays \$12.68. Now, we have a perfect right to charge the recording fees in addition to that if we want to.

Q. Now, is it not true that if you are only entitled to charge 7 per cent interest—A. That is your assumption.

Q. Yes. Assuming that that is the proper view of the law—

MR. WALKER: I do not intend to have him answer that question. It is purely a supposition based on your opinion which is entirely in conflict with my own.

MR. TUCKER: It is based upon the opinion of a court.

The WITNESS: No, it is not.

The CHAIRMAN: Mr. Tucker, did we not thresh all that out a few moments ago. Are you ready for the question?

MR. MCPHEE: Mr. Chairman, are we not bound by the decision arrived at at the last meeting of the committee? Section 1 was before the committee. I am reading from the records of the committee:—

Before resuming consideration of section 1, Mr. Mallette moved that the words "of Canada" be added to the proposed title of the bill. Carried.

Mr. Vien moved that clause 1 carry.

Mr. McGeer arose to speak and continued at considerable length to give his views on the legislation before the committee. There were many interruptions including some suggested motions, verbal and written, but as Mr. McGeer had the floor, all were more or less out of order. Mr. McGeer submitted a motion and several of the members suggested