

of its funds in Canadian securities and the difference was invested abroad. Does this show any confidence in Canada?

Also, honourable senators, on the financial page of the Brantford *Expositor* I read that the Supervisor of Pension Funds of a large Canadian trust company said, in part:

The fall in the stock market has been accompanied by a decline in bond prices. These developments portray the general feeling of concern...

Not only have the financial interests lost confidence in Canada, honourable senators, but so have many of our own people. According to Mr. Pollock, the president of the Canadian Manufacturers' Association, as reported in the *Globe and Mail*, last year more people left Canada than actually came into Canada. The report reads:

Recent figures showed that 70,000 persons had come to Canada in the year to June 1, 1962, but 73,000 had left the country.

In commenting on that statement Mr. Pollock said:

These figures satisfy me that we are neither making Canada an attractive place in which to live and work, nor are we building the large domestic market we need to consume the goods our manufacturers produce.

Honourable senators, it is not only the national and international investor and the potential immigrant who have shown a lack of confidence in this country, but it is also the newspapers. I have extracts here from such papers as the *Calgary Herald* which certainly show a lack of confidence in the country. In an editorial in that paper referring to the Government, I read the following words:

It has run the country into alarming debt, and has placed a mortgage on the future of every taxpayer.

The editorial concludes with these words:

On the domestic scene, the Government made a grotesque shambles of the Coyne affair, with international repercussions.

It is not necessary for me to read any extracts to you, honourable senators, showing that organized labour has lost confidence in our Government.

I think from what I have read it is clear that the Canadian Manufacturers' Association has lost confidence in our Government. The president of that association only a few days ago said:

Canadian borrowing from the International Monetary Fund, the United States

and the United Kingdom, will not save Canada from the brink of bankruptcy.

Those are very strong words.

Agriculture has no confidence in this administration, as is revealed by the influential *Family Herald*, an independent national farm magazine. That newspaper said that the record of the present Government

...has been a period of confusion and contradiction, of expediency and muddle, of undignified wrangles at home and abroad.

Hon. Mr. Brooks: What is the date of the issue in which that appeared?

Hon. Mr. Macdonald (Brantford): June 14. It is very recent.

As a matter of fact, honourable senators, there seems to be only one person who has any confidence in the administration—or, at least, did have any confidence in the administration—and that is the Prime Minister himself. This is what he had to say on May 14:

You will allow me, I am sure, on this occasion to take some measure of credit to the Government I have the honour to lead for some of the things that have brought about this new climate of confidence among Canadians.

Then, on June 4 he said:

And it's a decision that is, as I see it, as one between the positive optimistic and confident approach to the future...

On June 11 he said, Fellow citizens—

I asked for your support. I asked for your confidence. I have told you the truth and the facts. Let's go forward together.

And finally, in his concluding television broadcast on June 14, he said:

The truth has been on our side. We have given you the facts. We have bared the record. We have concealed nothing and shaded nothing.

That was an expression of confidence, expressed a few days before the election, but within ten days the Prime Minister himself had lost confidence in his policies. A few weeks before the Prime Minister had said, with all the confidence he could muster, that all was well, and that he unreservedly placed his full confidence in his administration and in his economic and financial measures, but when the election was over he had to admit that that confidence had been misplaced.

I am not going to discuss the causes that brought about, nor the purposes of, the so-called austerity measures embarked upon by