

subsidies in money and in land applicable thereto may be paid and granted to the Company as follows:—

In money, \$535,000; and in land, 668,750 acres.

Previous applications have been made for subsidy on account of 108 miles representing in money \$1,080,000, and in land 1,350,000 acres for which no payment or grant has yet been made.

The total subsidies therefore now due, and for which I have the honor to make application are in money \$1,615,000, and in land 2,018,750 acres.

I have the honor to be, Sir, your obedient servant,

C. DRINKWATER, *Secretary.*

Hon. Sir CHARLES TUPPER, Minister of Railways.

CANADIAN PACIFIC RAILWAY,

OFFICE OF THE ENGINEER-IN-CHIEF, OTTAWA, 5th January, 1882.

SIR,—The Canadian Pacific Railway Company having through their Secretary, Mr. Drinkwater, and under date of the 2nd ultimo and 4th instant, made application for the payment of subsidies on 108 miles and 53½ miles respectively, making a total of 161½ miles extending from Winnipeg to a point about 31 miles west of Brandon, I have the honor to report (these applications having been referred to me) that this section of road is so far completed as to admit of the running of regular trains thereon together with such equipment as the traffic may require.

They are therefore entitled to the subsidies applicable to this section to the following amounts:

Cash subsidy, \$1,610,000; land grant, 2,012,500 acres, less one-fifth to be retained as security, leaving a balance to which they are entitled of 1,610,000 acres.

There are, however, charges against them for work done west of the Red River, amounting to \$1,323,255.38, part of this sum being for rails and fastenings conveyed under the tenth clause of the contract, amounting to about \$280,726.09. This sum bears interest until paid, and I would therefore suggest that the Company's application for permission to pay these charges by instalments be entertained so far as it is concerned. The balance of the account against the Company is for work performed west of Red River, rolling stock, plant, freight in transit and in store, amounting to \$1,042,519.29. This at least should, in my opinion, form a charge against the subsidy now earned, and in this case they will be entitled to:

Cash subsidy.....	\$1,610,000
Less account as above.....	1,042,520
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	\$567,480

And a land grant of 1,610,000 acres.

I have the honor to be, Sir, your obedient servant,

COLLINGWOOD SCHREIBER, *Engineer-in-Chief C.P.R.*

F. BRAUN, Esq., Secretary Railways and Canals.

CANADIAN PACIFIC RAILWAY,

OFFICE OF THE ENGINEER-IN-CHIEF, OTTAWA, 18th January, 1882.

Description of works, cash subsidy. No. of contract, C.P.R. Co.

Locality of works, west of Red River.

Name of contractors, Canadian Pacific Railway Company.

Date of contract, 21st October, 1880.

Progress estimate of work done and materials delivered from the beginning of operations under this contract to the 1st January, 1882.