

Mr. MACMILLAN: What is your basis of arriving at insurance that you place on vessels; is there any set basis.

Sir HENRY THORNTON: It is largely a matter of judgment. For instance, we carry risks in our own fund up to \$300,000; When we get beyond that we put it outside, because if the loss should be a total one we think it good judgment not to jeopardize our own insurance fund by that amount.

Mr. MACMILLAN: That is just an arbitrary amount.

Sir HENRY THORNTON: That is so.

Mr. DUFF: Every insurance company does the same thing. If they get a larger amount than they think they can carry then they give it to other insurance companies.

Sir HENRY THORNTON: The same as in life insurance, I believe.

Hon. Mr. EULER: But they are not owners.

Mr. DUFF: It would not be wise to carry the whole thing themselves.

Sir HENRY THORNTON: May I go on gentlemen. There was a question asked by Mr. Chaplin, and the question was: What the present investment was, and when same is all completed, what the ultimate investment is to be in the hotels that are being constructed or under way. I will hand this in to the official reporter; but, for the purpose of this committee you will probably just want the total. The total as of December 31, 1930 is \$26,354,778.

The estimated cost to complete hotels now under construction is \$9,538,606, and that means that the total estimated investment on completion in hotels will be \$35,893,384.

INVESTMENT IN HOTELS AT DECEMBER 31, 1930, ESTIMATED COST TO COMPLETE
HOTELS UNDER CONSTRUCTION AND ESTIMATED TOTAL
INVESTMENT WHEN CONSTRUCTION COMPLETED

| Name | Location | Investment Dec. 31, 1930 | Estimated Capital Expenditure Jan. 1, 1931 to completion | Estimated investment on completion |
|--------------------------------------|-----------------------|-----------------------------|--|---|
| Pietou Lodge | Pietou, N.S. | \$ 200,883 | | \$ 200,883 |
| Nova Scotia | Halifax, N.S. | 2,358,418 | 182,682 | 2,541,100 |
| Chateau Laurier | Ottawa, Ont. | 8,535,864 | 145,000 | 8,680,864 |
| Fort Garry | Winnipeg, Man. | 2,890,206 | | 2,890,206 |
| MacDonald | Edmonton, Alta. | 2,224,852 | | 2,224,852 |
| Prince Arthur | Port Arthur, Ont. | 1,176,921 | | 1,176,921 |
| Prince Edward | Brandon, Man. | 519,813 | | 519,813 |
| Jasper Park Lodge | Jasper, Alta. | 2,539,154 | | 2,539,154 |
| Minaki Lodge | Minaki, Ont. | 1,091,354 | | 1,091,354 |
| Grand Beach Hotel | Grand Beach, Man. | 417,107 | | 417,107 |
| Nipigon Lodge | Orient Bay, Ont. | 37,639 | | 37,639 |
| Highland Inn Camps | Algonquin Park Ont. | 182,491 | | 182,491 |
| *Canadian National | Charlottetown, P.E.I. | 689,460 | 166,540 | 856,000 |
| *The Bessborough | Saskatoon, Sask. | 510,221 | 3,232,779 | 3,743,000 |
| *Canadian National | Vancouver, B.C. | 2,980,395 | 5,811,605 | 8,792,000 |
| Total | | \$26,354,778 | \$9,538,606 | \$35,893,384 |
| Hotels in operation | | | \$22,174,702 | |
| *Hotels under construction | | | 4,180,076 | |
| | | | \$26,354,778 | |

I think it was Mr. Heaps who asked for information with respect to the trend of the yield on Canadian National bonds and Canadian National securities guaranteed by the government. It is a little difficult to answer that question in a form which will convey the information desired; but Mr. Grant, our financial Vice President, has prepared a series of charts which show the yield in the column on the right and left, and the price, and week by week from April 1st, the market value in yield of those different securities that is represented by a series of charts, which I think, is about the best way to explain the situation.