

12. Q. What bonds would realize now.

A. Latest quotations from the *Economist* are: 3 per cent Government guaranteed, 83-84; 4 per cent series 'A'—Grand Trunk guarantee, 91-93; 4 per cent Lake Superior Branch Grand Trunk Guarantee, 94-96; 4 per cent equipment debenture stock to the amount of £1,000,000 was recently (February, 1909) issued at 90.

13. Q. Prior mortgages, summary of these and copies.

A. (1) Mortgage securing 3 per cent Government guaranteed bonds due 1962; date, June, 10, 1905; total issue authorized, £14,000,000. See schedule 'A' to cap. 98, Acts of 1905 for copy.

2. Mortgage securing 4 per cent Grand Trunk guaranteed bonds, due 1955; date March 15, 1905; total issue authorized £4,150,000; proceeds of £2,100,000 thereof (series 'A') applicable to Prairie Section; proceeds of £2,050,000 thereof (series 'B') applicable to Mountain Section. See schedule 'B' to cap. 98, Acts of 1905, for copy.

3. 4 per cent debenture stock authorized under cap. 100 Acts of 1906. Total issue authorized to date £3,000,000 under by-law of company. Copy of this by-law herewith as appendix 'D.' This debenture stock is guaranteed by the Grand Trunk Company.

14. Q. Total expected capitalization of (a) Eastern Division, (b) Western Division.

A. Eastern Division, 1,803.55 miles at \$63,427 per mile. \$114,393,765 85

(This is exclusive of proportionate part of cost of Quebec Bridge, and of Terminals, Quebec; of Terminals, Winnipeg; of Machine shops, Winnipeg or vicinity).

Western Division, as estimated by Company—

Prairie Section (916 miles)	32,198,351 30
Mountain Section (839 miles)	46,784,103 00

\$78,982,454 30

15. Q. Total fixed charges.

A. Western Division—

Interest on 3 per cent Government Guaranteed Bonds.

Interest on Series 'A' Bonds, Grand Trunk Guaranty.

Interest on Series 'B' Bonds, Grand Trunk guaranty.

Interest on Equipment Debenture Stock, Grand Trunk Guaranty.

Interest on Grand Trunk Guaranteed Bonds of 1919 (proposed issue).

Eastern Division—

Three per cent on cost of construction seven years after road is completed. Until then no fixed charges.

16. Q. Actual amount invested by the promoters of the undertaking.

A. The Company state as follows: \$9,597,149.90 to December 31, 1908.

17. Q. Statement of the indebtedness of the Grand Trunk Railway.

18. Q. Copies of the contracts under which that indebtedness arose, and a statement of the securities, if any held therefor.

A. In the year 1862, five years prior to Confederation, a reorganization of the Grand Trunk Railway of Canada was effected under chapter 56 of the Statutes of Canada that year.