

to me on load factor you pointed out that on the main routes between the main points we were operating at considerably higher than the normal factor of 72 per cent, and that is the reason it is brought down—because of these shorter “hops”. How do you fit that free transportation in? Are these people all on short “hops”.

Mr. McGREGOR: No. But they are very frequently delayed, or “bumped” as we say—held up en route, often to their extreme pain, and occasionally, it may be, hunger. It is not unusual in the summer time to have 10 or 15 company personnel stopped for three or four days at a station, unable to get an aircraft.

The CHAIRMAN: Shall we proceed to the capital budget for 1955?
Agreed.

TRANS-CANADA AIR LINES

CAPITAL BUDGET

	Year 1955 Revotes	Estimates	TOTAL
Airplanes and components			
Airplanes	\$2,324,000	\$ 9,188,000	\$11,512,000
Airframe equipment	87,000	599,000	686,000
Power plants & engines	497,000	450,000	947,000
Propellers	4,000	101,000	105,000
Radio	70,000	66,000	136,000
Misc. flying equipment	12,000	39,000	51,000
Aircraft spares	1,124,000	305,000	1,429,000
Total	\$4,118,000	\$10,748,000	\$14,866,000
Ground facilities & components			
Ground communication	\$ 45,000	\$ 37,000	\$ 82,000
Hanger & shop equipment ..	591,000	397,000	988,000
Ramp equipment	135,000	87,000	222,000
Motorized vehicles	81,000	282,000	363,000
Office equipment	97,000	280,000	377,000
Engineering equipment	3,000	7,000	10,000
Storage & distrib. equipment.	17,000	14,000	31,000
Miscellaneous equipment ...	11,000	186,000	197,000
Total	\$ 980,000	\$ 1,290,000	\$ 2,270,000
Buildings	\$ 564,000	\$ 564,000
Contingency	\$ 300,000	\$ 300,000
Grand Total	\$5,662,000	\$12,338,000	\$18,000,000

The expenditure in respect of each of the above items may exceed the amount shown by not more than 10 per cent, without further approval, provided the total expenditure on the said items does not exceed \$18,000,000.

NOTE: There is included in “Airplanes” down payments on new aircraft which commit the Company to further payments aggregating \$5,450,000 during the period January 1956 to December 1957.