

operations, together with a similar table for the five year capital program, is included as Exhibit C.

It will be seen that, concerning the operations relationship, the coming year is some 2.6% above the Royal Commission forecast. The Royal Commission figures have been recalculated to exclude provisions for colour television, and to bring them up to 1958 dollar values.

It is expected that, over the years of our capital program forecast, the operation requirements can be kept within, or very close to, the Royal Commission figures expressed in the current year's dollar values.

Summary

The Corporation's first five-year capital program submitted under the terms of the Broadcasting Act of 1958 is, in essence, the proposal to proceed with the consolidation of operations at our major production locations, to develop television and radio coverage, and to maintain the development of operations pretty much in line with those recommended by the Royal Commission on Broadcasting. This plan further takes into consideration the report of the 1959 Parliamentary Committee which deals with efficiency of operation and coverage developments in both radio and television.

It will be necessary for the Corporation to review this forecast each year in the light of progress, changing conditions and requirements, and objectives achieved. This will represent a continuing evaluation of the progress and needs of the national broadcasting system in terms of the development of Canada.

OTTAWA,
November 6, 1959.