

*By Mr. Cleaver:*

Q. And what other companies if any are you counsel for which are either subsidiary to or working along with the company you have just mentioned?  
—A. Well, I do not think that I am counsel for any others; not that I know of at any rate.

*By the Chairman:*

Q. Any other loan companies?—A. Loan companies of this category, making this type of loan?

Q. Yes?—A. I do not think so.

*By Mr. Cleaver:*

Q. I am referring to the official blue book for the year ending December 31, 1935, and the report of the Discount Loan Corporation of Canada; that is the company that you are counsel for?—A. Yes.

Q. And I see a memorandum referring to a hook-up between that company and the Consolidated Service Company Limited?—A. Yes.

Q. Do you know who the Consolidated Service Company are?—A. I know in a rather vague way what that is, but it is not a loan company. Would you like me to explain what I think it is?

Q. Perhaps we will come to that in a minute?—A. All right.

Q. For what purpose was the Consolidated Service Company organized?—A. Well, again, Mr. Cleaver, I will have to speak with some little reserve and it is largely a matter of hearsay with me; but as I recall it—

Q. Do you really mean that?—A. I really mean that, and I will tell you why I mean that. I can understand why you would be a little surprised at my saying that, but this Discount Loan Company has been a client of my office for some years and my connection with that company, my activities in connection with that company have been largely in connection with drafting legislation and in advising them on legislative matters and matters affecting their relations with the company; but so far as the conduct of their business as a loan company is concerned, I have had very little to do with that. I am a member—and I do not want to do any undue advertising—but I am a member of a rather large firm and a good many things go on in that firm that I have not personal knowledge of.

Q. I take it that you are personally counsel for the Discount Loan Company?—A. Only in the sense that I have told you. I have not had anything to do with the conduct of their loan business at all. I do not know much about it.

Q. Have you read the report in the blue book I have referred to?—A. I have not.

Q. Then for your information I will read this notation which appears in that blue book?

Mr. FINLAYSON: Pardon me, I am afraid there has been a word left out in the name of that company. I think it should be The Consolidated Credit Service Company.

The WITNESS: I think that is right.

Mr. CLEAVER: Thank you, Mr. Finlayson.

*By Mr. Cleaver:*

Q. That is the company arising from the company for which you are counsel. In the year 1935 in aggregate amounts it received 50 per cent of the total receipts of Discount Loan Corporation; and after that item there is an asterisk referring the reader to this notation, "This company" (referring to the Consolidated Credit Service Company) "was incorporated for the purpose of

[Mr. Lionel A. Forsyth.]