

and to arrange effective co-operation between the public and private railway systems. With the acquisition of the Canadian Northern Railway, the State becomes one of the chief carriers of passengers and products. If public management is to be satisfactory, there must be vigor in administration and breadth and courage in outlook. Efficiency must be insured. Consideration of personal or political patronage must be sternly ignored. Accommodation equal to that which the private companies afford must be provided.

TRANSPORTATION PROBLEMS.

Measures must also be taken to insure adequate ocean transportation under national or international regulation if extortionate charges are attempted. For many years in Canada the railway policy was determined not so much by the needs of transportation as by the demands of rival groups of railway builders. As a result we have a great railway mileage, constructed at heavy cost, with long stretches of parallel lines where a single system could have handled all the traffic, and at lower charges upon a smaller investment of capital. It is believed, however, that Canada will yet develop traffic in excess of present rail facilities, and in the meantime the Government will endeavor to co-ordinate existing services and improve and protect the national railways without injustice to private companies.

TAX WEALTH MORE HEAVILY.

As old methods of railway building have to be abandoned, so old systems of taxation have to be revised. In order to meet the ever-increasing expenditure for war purposes and also to insure that all shall share in common service and sacrifice, **WEALTH WILL BE CONSCRIPTED BY ADEQUATE TAXATION OF WAR PROFITS AND INCREASED TAXATION OF INCOME.** There will be close inquiry into expenditures in order to protect the Treasury against purely local demands, and to eliminate undertakings of purely political origin and object. Permanent committees of the Cabinet have been established for war and reconstruction.

SOLVING WAR PROBLEMS.

The very difficult and intricate problems inevitably arising out of war conditions are being considered and studied earnestly and attentively with a view to effective action with the least possible delay. Immigration and colonization will receive careful and continuous attention, always with a sympathetic regard for labor and in full recognition of the necessity for greater production. Thorough and effective co-operation among agricultural producers will be encouraged.

THE MEN BY WHOSE SACRIFICE AND ENDURANCE THE FREE INSTITUTIONS OF CANADA WILL BE PRESERVED MUST BE RE-EDUCATED WHERE NECESSARY AND RE-ESTABLISHED ON THE LAND OR IN SUCH OTHER PURSUITS OR VOCATIONS AS THEY MAY DESIRE TO FOLLOW.