

APPENDIX No. 1

By Mr. Crockett:

Q. Is that letter addressed to you?—A. Yes. It is dated Ottawa, November 2, 1906. This incloses an invoice dated Montreal, 12-7-05.

Q. That is a year before?—A. It is just about the same time. I wanted to get the prices from them that they were paying at that time. I said to them, 'Send up some of your invoices about the time that this came up, for the same envelope.'

By Mr. Fowler:

Q. Is that from the Rolland people?—A. The letter is from the Mortimer people, and it incloses an invoice from the Rolland people. The letter is as follows:—

OTTAWA, November 2, 1906.

'A. L. OGLIVIE, Esq.,
'Purchasing Agent,
'Transcontinental Railway,
'Ottawa.

'DEAR SIR,—As requested, we inclose herewith one of the Rolland Paper Company's invoices dated 12th August, 1905. You will note second item on this invoice calls for 10,000 Empire envelopes, No. 8 XX, which signifies 20-lb. paper, this being the term which they use. Their charge to us is \$1.95 per thousand, less one-third, which makes the net value \$1.30 per thousand. To this we have to add a percentage of 12 per cent cost of handling merchandise, and as we advised you for a firm situated as we are forty cents per thousand is a fair rate in lots of one hundred thousand.

'Trusting this information may be of service to you.

'We remain,
'Yours truly,

'THE MORTIMER CO., LTD.,
'Per H. B. B.,
'General Manager.

'P.S.—Kindly preserve invoice.'

I figured that up, and that amounts to \$1.85½ per thousand.

By Mr. Fowler:

Q. Does not that \$1.30 include printing?—A. No, no. It is forty cents for printing and twelve per cent for handling merchandise.

(Document filed as 'Exhibit No. 6,' together with invoice accompanying it, as follows):—

'THE ROLLAND PAPER COMPANY,
'MONTREAL, CANADA, 12-7-05.

'Sold to Messrs. the Mortimer Company, Ottawa, Ont.:

'2328	15 M. Earnscliffe wh.,	8 X envs.,	\$2.10.....	\$31 50
	10 " Empire	8 XX	1.95.....	19 50
	15	8 X	1.80.....	27 00
	15 Colonial	8 XX	1.65.....	24 75
				<hr/>
				\$102 75
			½—	34 25
				<hr/>
				68 50

Q. The Rolland Paper Company, Montreal, offered to sell you envelopes at \$1.85½ per thousand?—A. Yes.

Q. And these envelopes you purchased, as a matter of fact, for what?—A. \$1.75.