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CROPS AND LOANS.

Advices from Western Canada in reference to the crop conditions continue to be most favorable; within the last ten days there have been heavy general rains throughout the wheat country. With another couple of weeks of suitable weather the crop should be reasonably well fortified against the coming of dry spells in the second half of July. Thus far the prospects in the West have encouraged the farmers and business men substantially. Trade, however, gives little indication as yet of returning activity. Possibly it may be the case that fairly good crops in Canada this year will serve to enable the implement manufacturers, and other industrial concerns to get rid of surplus stocks of goods and thus put themselves in excellent shape for resuming production on a larger scale. It has been a subject of discussion in the Street recently that a large number of industrial corporations, in coming forward with their balance sheets and annual reports, showed abnormally large bank loans and unusually heavy stocks of goods on hand. A good crop would help very much to correct this state of affairs.

CROPS IN EASTERN CANADA.

In Ontario and the other Eastern provinces, the season on the whole is developing in a satisfac-

tory manner. It is said that the fruit crops in Niagara district have been injured to a certain extent by late frosts; but the yield apparently will not be so bad. An interesting indication of the revival of the co-operative idea is seen in the announcement that the fruit growers are to open 20 stores in Toronto as a means of getting rid of the much-discussed middlemen.

The dairy season so far has been favorable enough as regards weather. At the numerous points in Ontario and Quebec where cheese and butter factories are found, the bank deposits have been rolling up with the receipt of proceeds of sales of dairy products.

MONEY UNCHANGED.

The securities markets have been favorably influenced by better advices from abroad, notably from New York and London. Notwithstanding the better feeling it is questioned whether conditions are favorable to any important advance at this time. Money market conditions are practically unchanged—call loans being quoted as heretofore at $5\frac{1}{2}$ to 6 p.c., and commercial paper at 6 to 7.

EUROPEAN POSITION.

The Bank of England adheres to its 3 per cent. official rate. Call money in London is $1\frac{1}{4}$ to $1\frac{3}{4}$ p.c. Short bills are 2 3-8 p.c.; and three months' bills 2 3-8 p.c. Bank rate at Paris is unchanged at $3\frac{1}{2}$ p.c., and in the open market discounts are quoted $2\frac{3}{4}$. At Berlin the Imperial Bank of Germany quotes 4 as in the recent past, and in the private market $2\frac{3}{4}$ is the prevailing rate. Most of the \$5,000,000 new gold offered in London Tuesday was taken by the Bank of England.

THE FRENCH LOAN.

The large imports of gold secured from New York in recent weeks have made the financial situation at Paris more favorable for the emission of the huge Government loan that has been under discussion for a considerable time. European markets apparently did not take the breakdown of the Mexican mediation as an absolutely discouraging development. The fact that the United States Government immediately invited representatives of Coranza and Huerta to meet at an informal conference at Niagara Falls is taken as evidencing that President Wilson will continue to use his utmost efforts to avoid any conflict between the United States and Mexico and also to arrive at a plan for the pacification of the troubled republic.

NEW YORK SITUATION.

Call loans in New York range from $1\frac{1}{4}$ to 2 per cent. Time money is steady. Sixty days, 2 to $2\frac{1}{4}$ p.c.; ninety days, $2\frac{1}{4}$ to $2\frac{1}{2}$; and six months $3\frac{1}{4}$ to $3\frac{1}{2}$ p.c.

The Saturday statement showed the effects of the heavy export of gold. In case of all members of the clearing house the cash loss amounted to \$7,800,