

Q. So your statement is you are not prepared to build a line to the Okanagan valley but you would sell in bulk?—A. Certainly.

Q. That is provided it is an all-Canadian route. You would not go in there if it was not an all-Canadian route?—A. It would have to come up from another direction but it looks like as if it could not be done except on an all-Canadian route.

Q. But you would encourage such a development if they approached you?—A. Certainly.

Mr. HIGGINS: Mr. Chairman, I have only one question. I will explain it so there will be no misunderstanding. Last evening I was asking Mr. Dixon with respect to the existence of the Federal Power Commission or whatever authorities there would be on the serving of the United States end. At the time I did not have the transcription of the evidence. Arising out of Mr. Green's question, I have the record here this morning, and I would like to read that part of the question dealing with this particular point and have Mr. Dixon's opinion on it again.

Mr. GOODE: On a point of order. We decided last night on a vote taken that we would stop taking evidence at twelve o'clock.

The VICE-CHAIRMAN: I have just given him one minute, Mr. Goode.

Mr. HIGGINS: This point is so very important, this question of supply. I am just going to read from the actual transcription. This is the question.

Some Hon. MEMBERS: Order, order,—

Mr. HIGGINS: Mr. Green asked the following question yesterday and you answered:

Q. Nobody on this committee is objecting to building the main line to serve Canada and to have the surplus carried off to the States?—A. It will have to, be more than that.

Q. How do you mean it will have to be more than that?—A. There will have to be an agreement that the States will be served.

Q. That the States will be served?—A. Yes and we can trust to that agreement.

Q. Well, will there have to be an agreement that the States will have to be served before Canada?

And this is the point I am getting at.

A. I do not know about that; that would be something that would have to be determined.

Now, further on the question then says on the same point.

Q. You did not get my question. You were asked a similar question in the Senate committee: "Would it be possible for this line to run through American territory but not to serve American points until Canadian points are served,"—and your answer was: "No, that would be utterly impossible".

*By Mr. Higgins:*

Q. What is your answer to this question now? Mr. Green put your evidence in the Senate to you, and that was the answer he read to you.—A. Well, you cannot bring gas along such a route "B", bring it back up to Canada, and then have another line going down from there duplicating the two lines.

Q. The only question I put to you arising out of that is this: is the situation just as it exists, that if these lines are going to be mainly built through the United States, that then the United States would have the first say as to where the gas went, is that the position?—A. No.