

and are under direct control. Applying this system to Canada, we would have our telegraph and telephone lines owned by the State. Of course we would use German stamps for our letters and in all probability the rate to the United States and England would be increased to twenty pfennig.

The Canadian banking system has been the subject of more favorable discussion by other countries than probably any other institution we have founded. It would be hard to see that system done away with, though probably its main features would be left intact. But the Germans know a good revenue producer when they see it and a tax upon our banks should produce a lot of money for them. Our coinage would be changed, our children would have new tables to study and we would all have to figure in pfennigs, marks and kronen. One hundred pfennigs equal one mark and one thousand pfennigs equal one krone, the krone or crown being the gold coin. All our money would appear with the face of the Emperor on it in place of that of our King.

Branches of the imperial bank would be established throughout the country, and our own banks would have to conform to the rules laid down by it. The right to issue currency might be given to our institutions but, if allowed that privilege, it would certainly be given, as it is to other banks in Germany, subject to withdrawal on a year's notice.

The question of the tariff would no longer be a political issue with us because there would be no politics and the Colonial office would regulate that important issue. Certainly a preferential tariff with Great Britain would not be allowed us. Germany would undoubtedly put a tariff on Canadian manufactured goods entering that country and require all of her manufactures to enter Canada duty free. The result would be most disastrous for our Canadian manufacturing industries. In fact it would put them out of business. On the one industry of match making, a government monopoly in Germany, the result would be to close the Eddy plant immediately.

The land system is hard to figure out under new owners. All the vast areas now known as Crown lands might be opened for settlement but more likely they would be disposed of to landlords. Having a large part of the country under freehold at the present time would tend to make the German Emperor adopt the feudal system for the lands at present unoccupied. The props of his throne at the present time are unquestionably the great landlords and he would wish to have that system inaugurated in Canada to impress his new subjects with his powers. Should any of lands be sold in small farms, the Crown deeds would certainly look strange in their new form, Emperor William II, by the Grace of God, etc.

In educational matters our system, supplanted by a few new forms, would probably prevail, though of course the text books relating to history and government would be changed. No more English history in our primary schools, and Canadian history so changed by the censor that we could hardly recognize it. Political history would be taken