

3½ per cent to maturity. We asked for cash subscriptions of \$300,000,000 and, in addition, invited holders of dominion bonds which matured on September 1 to convert their holdings of this issue into the new war loan bonds. Subscription books for the loan opened on Monday, September 9, and remained open for two weeks. Total cash subscriptions amounted to \$342,248,300 or about \$42,000,000 more than was offered and allotted. Conversion subscriptions received and accepted amounted to \$24,946,200.

6. *WAR AIMS AND PEACE AIMS, EXTRACT FROM SPEECH OF THE PRIME MINISTER, NOVEMBER 12, 1940.*

A word in conclusion concerning our war aims, or, if the term seems preferable, our peace aims. Rightly considered, the two constitute opposite sides of the same shield. There has already been a good deal of discussion concerning aims in this war. It is said on the one hand that the only aim of importance is to defeat the enemy; on the other, that most important of all is to bring into being a new social order, an order in which freedom, truth and justice will increasingly prevail in the relations between individuals, between classes and among nations. Personally, I do not see that any conflict need arise between our war aims and our peace aims. If nazi Germany is not defeated there will be little of freedom, truth and justice left in this world. If on the other hand we are in earnest in our desire to have freedom, truth and justice prevail in all human relations we should be prepared to fight as men have never fought before.

The hidden source and latent power of all human action lies in its motive. The motive of nazi Germany is domination, its method the most brutal and barbarous which evil minds have been able to conceive. The motive of domination to achieve its ends must be accompanied by material power. That power may be exercised through the instruments of violence and force, or through any of the agencies of propaganda, trickery and treachery which serve to foster aggrandizement and beget fear. Material power alone, however, is not an enduring power. Strip domination of its material trappings and there is nothing left. Freedom, truth and justice belong to a different realm. They are not material things capable of being consumed and destroyed; they are of the mind and of the spirit, they belong to the eternal realities. They are attributes of God Himself. In the end they are certain to triumph.

In their conflict with those who make of material power an end in itself, those who treasure the world of mind and spirit may, for the preservation of their physical existence, find it necessary to forge and to use against their adversaries the weapons of material power. It is well to remember that "he that liveth by the sword shall perish by the sword"