

before us, with ample time for consideration, the industrial statistics of the recent census.

**Mr. SPROULE.** What about the market gardeners of West York who have been living on promises?

**The MINISTER OF FINANCE.** If there are any people who have been living on promises that is what they were accustomed to do for eighteen years and they will find it very easy. A further reason against present change is that we are having certain negotiations with other countries in regard to trade of a more or less formal character. We are not without hope that we will be able to broaden the scope of our treaty with France, though of that I am not in a position to make any definite statement. Much has been said in regard to our relations with Germany. My impression is that there has been a misconception on the part of the German authorities as to the position of Canada. Our position on this question is strong in respect to Germany, but that is no reason why we should ignore the German side of the matter. I admit that there is a colour of excuse for the position which Germany has taken. As I have pointed out on a previous occasion, Germany has two tariffs, one for the world generally, the other, known as the conventional tariff, for those countries which have commercial treaties with Germany. I suppose many hon. gentlemen will say that this is sound policy. Germany had a treaty with Canada, or Canada participated in an imperial treaty with Germany, and under that treaty Canada had the advantage from what is called the conventional tariff as respects Canadian products. Canada put an end to that treaty for her own purposes, for good and sufficient reasons. Not one party in Canada, but all of Canada, reached the conclusion that this treaty was not in the best interests of Canada, or of the empire, and it should come to an end. Our sister colonies took the same view on the subject. But it was admittedly the action of Canada above all others which brought about the denunciation of the German and Belgian treaties. When we ceased to have that treaty with Germany, when we ceased to extend to Germany certain privileges which she had enjoyed, Germany withdrew from us the privileges of its conventional tariff. Canada thus came into the class of non-treaty countries, the products of which were subject to the higher tariff. Let us not deny that from one point of view there was some colour of excuse for the German action.

But a more careful examination of the question must lead to the conclusion that the action of Germany, while it might have had an appearance of fairness, was based upon a misconception of the spirit and purpose of Canada's policy. It is true that we have withdrawn from Germany tariff privileges which she formerly enjoyed. But

It is necessary to point out that the privileges which Germany lost were not privileges which rightfully belonged to any foreign nation, but privileges which properly belonged to the family circle of the British Empire. Germany might reasonably ask that her products have as fair treatment in our markets as the products of any other foreign country. But she ought not to demand that her products should have the same treatment as the products of our mother country and our sister colonies. Public men in Germany appear to have received the impression that the action of Canada was in some way a discrimination against Germany. Such is not the case. Canada has been quite willing to give to the products of Germany the same treatment as is given to the products of any other foreign nation. That, it seems to us, is all that Germany can reasonably ask. We are inclined to think that the action of Germany has been the result of a misunderstanding of the Canadian policy, and we have therefore been disposed to exercise a large degree of patience in having the matter very clearly put before the German government. We are hopeful that our representation of these facts will in the end bring about a better understanding of the matter. Our trade with Germany is not at present very important to us; although what is called the balance of trade is against us, the value of our exports to that country has been increasing rather than diminishing. Nevertheless, at a time when we are stretching out in all directions for extension of our trade, it is not well to despise the opportunities which might come to us under fairer arrangements with Germany. Besides, the principle involved in Germany's action is important, and on that account, as well as for the possibilities of a larger trade, we should make every effort to have the matter settled in a satisfactory way. There are those who have advocated retaliatory legislation as the only means of settlement. We are hopeful that better results may be obtained by a patient representation of the facts. Another and stronger reason against immediate changes in our tariff is the present position of our trade relations with the mother country and with our sister colonies. We are about to participate in two important conferences to take place in London. One of these has been called at the suggestion of our government for the special purpose of considering the possibilities of enlarging the trade between Canada, Australia and New Zealand. The other conference is of a broader character and has been called by the Imperial government. The ceremonies attending the coronation of the King will take to London representative public men from all parts of the empire, and the Imperial government desires to avail itself of the opportunity to discuss various matters, including questions of trade and commerce affecting the interests of the empire. Canada will