Public Safety Demands Government Inspection of B

States, whether it applies to the in(4) The tendency of the present law
to set apage the savings the savings of the savings holders' audit. The public will be surprised to learn that the actual desurprised to learn that the actual deposits in the defunct Farmers' Bank treatment in all parts of Canada. used, and are being used today

as fast as they can be realized on, to redeem the note issue of that bank authorized by the present banking act! The paid-up capital had been more difficult the formation of new Not only does this bill not prevent at a fast as they can be realized on, to redeem the note issue of that bank and a seattered management, at in the banks today in the the that the the that the the that in view of the country tor money, taked in that the state ithe banks and the the that in view of the conditions and the fact of this country for money, taked in that the state ithe banks and it is an open the sate, and are practaged in the lead in tank it that the state ithes the call calm that the state ithes the state in that the state ithes the sate ithes and the resources of the subday to more or less the sate in this same thing on real estate, and are practaged from the leading to more presented from the savings banks in the that in view of the fact of this country for money. In this tase that the state ithes are in the fact of this country for money. of the notes put out by the bank! The tom, as I will propose later on. In the United States there is no danger to depositors of a preference over them of the notes paid out by the

The provision of a public inspection in the interest of depositors and the public is to be found in the say that public inspection of the banks in the United States has been injurious to anybody; it is a great benefit to the public. The most creditable thing in the national banking system of the United States is that the secretary of the treasury can put national inspectors in national banks where he has reason to believe wrongs cleared up, and the bank liquidated

What is the use of fining or even imprisoning directors, who have made improper returns, long after the What is wanted is protection says that the directors and managers We want a system of public inspection that will check the managers at the beginning, and public inction would have prevented the mers' Bank from ever open-Farmers' ing its doors; and public inspection should begin at the inauguration of the bank, and should be made regularly from that time on Under the present law the attention called to evils that were said to exist. and which he was unable to prevent, and under the present act he will still be unable to prevent. And why should the government protect its own de-posits ahead of the ordinary depositor,

A Money Trust Coming. Now, I come to my second . this: Mr. Speaker, I fear a money trust and I wish to repeat it, I fear a money trust, and I say it again to this house, I fear a What is it that threatens today the great republic alongside other than this fear of a money trust. whole of the natural resources of that country, even the industries of the country are gradually going into the hands of powerful trusts controlled a few very wealthy men, and worst of all, even almost the whole savings of the public in the banks are being gradually concentrated in New York, people, and being used rather for the advantages of these trusis, and those

are merged and amalgamations made.

(3) The partial surrender by government to the banks of the function of emitting currency. The powers of the banks in this respect are increased in the new bill.

(4) The insufficiency of circulation for business purposes; and this is, I take it, the paramount evil of our banking system. banking system.

(5) The sterilization of the postofice savings bank system and the government savings bank system, both of which were created in the public interests by special acts, and whose usefulness is largely being destroyed by active or secret opposition of the chartered banks, and perhaps by silent neglect of the government.

(6) The sterilization of the postofice savings bank system, would be blind to our own interests if we did not take advantage of the evils that have been created in the United States. We now know what these evils are and we should not facilitate their introduction into Canada; and we must always remember that the trust evils in the United States, whether it applies to the industries or to the great necessities of United States they will do in Canada

New Banks Discouraged. Not only does this bill not prevent

es put out by the bank! The ing a bank unless a number of wealthy of circulation, and they stand on their own bot- will propose later on. In

new one.

And another thing; the smaller banks in Canada today are in constant dread of the bigger fish in the gool swallowing the smaller ones at a gulp. Any member of this house can find this out for himself by his

Discouraging Dominion Notes. And now I come to my third objection of the system, namely the preference given to the note issue of the banks over the note issue of the Dominion, and of the introduction of new clauses in this bill, which must up, if not disappearance of, Dominion notes, one of the best currencies in the world, and current everywhere, like United States greenbacks. Our bank notes are not accepted in the States: our Dominion notes are; and our five-dollar bills, which would be like gold, are carefully kept in cold storage by the active hostility of the Canadian five-dollar bill. They do not wish to see the Canadian people become acmainted with such a fine and faram an absolute believer in the shape of Dominion notes, and that the banks pay out nothing but specie or Dominion notes, as may be reuired for circulation purposes.

At present, under the Dominion

Notes Act, which was passed many years ago, when the population of Canada was much smaller than it is now, and when business was not one twentieth of what it is, we provided for an issue of \$30,000,000 of Dofor an issue of minion notes, secured by a twenty-five per cent, gold reserve. Any further issue of these notes beyond that thirty million was to be secured by gold, dollar for dollar; and at the present moment the total issue is in happen to have the funds in hand the the neighborhood of 115 million dollars. The 85 million excess of the 30 cheque so certified by the local postmillion provided by the act is secured master should be the best possible cirby gold deposits, and governmen notes have been issued against this government and these notes are practically gold certificates and used mainly by the banks for clearing-house purposes only. The balance of these notes, which may be in public use, are in \$1 and \$2 bills, and they form a very weful factor in our curency. They useful factor in our curency.

the gold reserve in the hands of the banks, when the federal treasury should be the guardian to the end of ct will be that instead of 115 ml on dollars of Dominion notes being

government savings bank system, both of which were created in the public interests by special acts, and whose usefulness is largely being destroyed by active or secret opposition of the chartered banks, and perhaps by silent neglect of the government.

(6) The tendency of the present law to set apart the savings of the people in the banks for the purposes of business, rather than the use of any of it for byilding purposes, as is prevalent in the United States. In that country the savings of the people on descriptions of the conditions are such some of money into other enterprises, and the conditions are such some of money into other enterprises, and the savings of the people on description of the country and another 100 million dollars of bank notes, and another 100 million dollars of bank notes, and these alone. The Money Famine Not Dealt With. My fourth objection is that we have insufficient circulation, and another 100 million dollars of bank notes, and these alone. The Money Famine Not Dealt With. My fourth objection is that we have insufficient circulation for the needs that the trust evils in the United States, whether it applies to the industries or to the great necessities of life are manipulated by the same men that manipulate the banking trust.

Canada Specially Open to Trust Aggression.

In Canada the conditions are such

They sell credit and are possessed of his thing called credit and which they progressive nations of the world. This is a banker's bill not a public measure. I will return to this topic

later on in my remarks. Sterilizing the Postal Bank. Now let me come to my fifth objection which I have described as the own local investigation, if he cares sterilization of the laws we now have creating postoffice savings banks and overnment Savings Banks. All our banks have what they call savings bank branches and they claim to encourage small deposits and which, to all intents and purposes, can be withdrawn without notice, and which can be chequed against. Our Postoffice Savings Bank has not been growing as it should have done, and as a matter of fact we all know that the banks have tried their best to dis-courage or discredit deposits in the Postoffice Savings Bank.

The Postoffice Savings Bank can be and as a matter of fact is taken to very small settlements and out of the way places banks. They'd sooner pay out Bank and has been of great convenience of England notes than a Dominion but I do not see in this act, or other but I do not see in this act, or other act, any attempt on the part of the minister of finance to improve the Postoffice or Government Savings Banks. Some of the latter have been losed and the deposits transfered to the Postoffice Savings Banks; what I want to say is that the minister is not improving the Postoffice Bank and keeping it abreast with savinstance, we must remember the oundabout way of getting money out

of the Postoffice Savings Bank acof the Postoince Savings Bank accounts by means of first filling in a form and sending it to Ottawa and then a permit for withdrawal is reholders on their shares.

| most of which represents profits the law. | have. | when I speak this way I am speak then a permit for withdrawal is reholders on their shares. | holders on their shares. | a depositor cheque against a local post office account; at least a man should be allowed to have his cheque marked "good" and if the postmaster does not happen to have the funds in hand the holder can cash it elsewhere, and a culating medium; or at least it ought to be an excellent document of exchange until such time as it can reach

a bank or business, centre. have increased the rate of interest on

MONETARY COMMISSION NEEDED

TO PROBE BANKING CONDITIONS

TO PROBE CONDITIONS

TO PROBE BANKING CONDITIO make improvements in our Postoffice Well. Savings Bank and public money transfer system, and also introduce the Th

other improvements I have suggested. It is true that my arguments are in favor of a public banking system, more or less in co-operation with private banks, and I am coming to that far-reaching proposition later on in this discussion. I am not afraid of the principle of public ownership being at least partially ap-

money secured by mortgages on real dent. This bank issues notes which estate. I cannot at this moment say practically form the national curfit this is done in other countries rency; and I must say to the house or not. The national banks in the that in view of the fact of the enor-

banks take letters from borrowers to the effect that when the borrower is called upon to put up his real estate, he must do so. It would surprise a good many, and it would surprise a good many, and it would surprise the public inspector of banks—if we had such an official—to see how many of these undertakings are filed away in the strong boxes of our banks.

Where the Banks Get Their Money.
Now, Mr. Speaker, I have dealt with what I consider the defects of the existing system and the defects of the proposed system; and I pass to my second topic, and that is an analysis of our present banks and banking system, as evidenced by the November bank returns; and when I deal with these I am to the effect that when the borrower

November bank returns; and when I deal with these I am not going to quote the exact figures, but it is sufficient that I deal with them in terms of millions. I find, roughly, that the banks in this country get their available funds from the following sources:

(1) The same would these to the other banks, instead of allowing the banks to issue their own notes, on proper security at a rate of 2 per cent. or 3 per cent to be enlarged hereafter or what would be practically the same thing by the state sharing in the profits of the banks as they do in Germany. Thisbank would be different from what is

(1.) There is the paid-up capital of the banks, roundly speaking, 114 mil-ion dollars. This 114 million is paid in by the shareholders of the bank. the bank of Dominion government and But where do they get the rest of all the bank of the provinces and the

the reserves of the banks that have The notes that this bank would issue accrued from the profits of the banks, would be secured by a gold reserve of accrued from the profits of the banks, except in a few cases where it includes premiums paid on shares for additional capital; just what this is I do not know, and I do not propose to take it into consideration. This second item is, roughly, 106 millions, and most of which represents profits taken out of the public after good big. When I speak this way I am speaken.

(3.) The third item is the banks own further into details, I rather hope banks do not pay one cent They have terested. the privilege of a note issue equal to their capital, and recently we gave them the privilege of a 15 per cent. excess, in certain instances, to their now come to what is really my sub-bank capital; and now if I understantial proposal, and it is this; That in view of what I have said, and

in the interest of this government to per cent. on their emergency issue. interests of this country, to pass this have increased the rate of interest on (4.) Their fourth item, and it is their act as we now have it before us, the almost the whole savings useful factor in our curency. They ublic in the banks are being concentrated in New York, and of almost these same few and being used rather for the not fives and tens? It is true we not fives and it is their deposits, but the fourth item, and it is their main source, is their deposits, divided into two sections: public deposits of the federal and provincial governments, representing 36 millions, and the people, representing become this house, and it would be

This bill proposes to continue for another 10 years this condition of affairs. I say that this is all wrong. Other countries have found a way to another 10 years this condition of affairs. I say that this is all wrong. Other countries have found a way to nationalize their finances to limit the banks to a fixed rate of interest, to limit the rate of discount, to limit the amount to be retained by way of reserve, to limit the amount of dividends to be paid to shareholders, and to convert the banks to share any and the convert the banks to a fixed rate of interest, to limit the amount of dividends to be paid to shareholders, and dends to be paid to shareholders, and to compel the banks to share any excess of profit that is left after providing for these things with the state.

I ask honorable gentlemen to refer to a small pamphlet which I have rein the matter of building homes or ceived, and I suppose other members

of national notes for the granting of relief and advancing progress. We take no leaf out of the book of the most progressive nations of the most progressive nations of the most progressive nations of the most parks take letters from being the leafest down that banks take letters from being the leafest down that banks take letters from being the leafest down that banks take letters from being the leafest down that banks take letters from the leafest down the leafest do the banks do the same thing with their resouces. If our banks can use

> proposed for the United States by the Aldrich Commission, but it would be practically national and it would be a (2.) I find that the second item is the railways and other large concerns. bank of our great corporations like

note issue, and this amounts to 115 elicit information in this respect in millions, an amount rather in excess of the paid-up capital. For this, like for the previous item of reserve, the for the previous each the paid-up capital for the previous item of reserve, the to the bankers and others in-

Appoint a Monetary Commission. And having said all these things change until such time as it can reach a bank or business, centre.

And I know further that there have been times when it would have been the interest of this growth and it is this act aright, they are to be in view of what I have said, and it is this stand this act aright, they are to be in view of what I have said, and it is this stand this act aright, they are to be in view of what I have said, and it is this stand this act aright, they are to be in view of what I have said, and it is this stand this act aright. The probably of what others will say which they have to put up gold costing in this house, it would be wrong, it is this course.

lway com-insurance ate-owned believe in untry; and

MARRIAGE BUREAU

License Necessary to Shepard Gould Wending Was Obtained by Stealth.

Curious ose of the ointed. Word of th

new restaurant, 179 Inexpensive to Few people real double track line outh.

Look and ha giffed Sifton, province by five sus per their sain is own the back to Provin record own the To say in

from any Grand King and Yonge sts.

Special Advice for Men Vitality Restored by New Method

The little book described below (which I gladly send free, sealed by mail, to any young or elderly man anywhere) contains in its 55 beautifully illustrated pages everything a man need know with regard to certain strictly personal subjects, and as a guide through his entire life, from the delicate period of youth, when wholesome advice is most needed on through early manhood to a ripe, vigorous, healthy old age. Over a milition of these books have been thus distributed by me all over the world. Therefore, please use coupon below and ger YOUR free copy by return mail. SANDEN CO., DISTRIBUTORS.

Do you know, my friend, that there is a wonderful new way to apply a certain, great, natural FORCE to your body, and by which you may without effort, trouble or inconvenience, treat your own self in the privacy of your hone for debility and lost vitality, without using a cingle drug or medicine? This great FORCE, as a restorer of vitality and as a means to overcome those MANLY MEN ARE THE WORLD'S OVER FODAY, weaknesses which result from indiscretion and unnatural practices, is today being used all over the viting world, and i give it as my honest opinion, based upon a vast observation and may man anywhere, who leads a decent, manly life, and who applies the viting world, and if give it as my honest opinion, based upon a vast observation and may man anywhere, who leads a decent, manly life, and who applies the viting world, and if give it as my honest opinion, based upon a vast observation and may man anywhere, who leads a decent, manly life, and who applies the viting world.

As we all know, these various debilitating weaknesses handlean man nevery condition of life, while not the properties of a state of perfect, rugged health and vigor, without a remaining a man nevery condition of life, while any the other head, a perfect engeline of the perfect reaching a man nevery condition of life, while any the other head.

of testimonials from users everywhere telling of results after drug commutterly fail.

NOTE.—With special attachments, my VITALIZER is used by sometimen for rhennatism, kidney, liver, stomach, bladder disorders, nervo squess ill-health. Please write for book today, or, if nearby, I should like You to es 9 to 6; Sundays excepted.

USE COUPON; GET FREE BOOK

Remember, the little illustrated book, which I send free Genleo coupon below, not only fully describes my VITALIZER, telling of which you may get one on special terms for use in your own sees bufund of private advice for men, some good wholesome cautions an information that might be of value to you to the end of your days, write or call. Entrance: 6 Temperance Street. DR. A. B. SANDEN CO., 140 Yonge Street, Toronto; Ont.

Dear Street Please forward me want book, as advertised free.

