

The next day Schechter arrived at Smith's Falls, and was met at the station by Feldman, and remained at Feldman's house that night.

Feldman at the trial denied telling Schechter that he could not get any further advances from the bank; but on his examination for discovery he admitted having told Schechter that the bank would not give him any more money; "I told him the bank wouldn't invest any more money in me, because I was overdrawn; he (Schechter) said, 'You give me security, and I will give you more money.'"

Schechter said he was not told by Feldman what his indebtedness was to the bank; although it was at that time, as already stated, about \$17,000.

On the following day they went to Mr. Lavell's office, Feldman stating to Mr. Lavell that he wished to give a mortgage to secure an indebtedness of \$6,800 owing to Schechter. Mr. Lavell prepared a mortgage covering the whole of the chattel property owned by Feldman.

Schechter, whose evidence was taken under commission, said that no inquiry was made by him as to the value of Feldman's stock; but from the little experience he had he valued it at \$15,000. The value of the stock was, I apprehend, furnished by Feldman, as Schechter had no experience in valuing such stocks. It may be that not much experience is required in the junk business; as Feldman, who had been a tailor, engaged in it, and, according to his own account, was able, at all events, to get into debt for a very large amount.

Then the \$2,000 cheque which Schechter gave to Feldman on 10th June, 1908, was immediately indorsed over by Feldman to his wife; who indorsed it and passed it through the Bank of Ottawa at Smith's Falls for collection in New York.

It is, to my mind, apparent that this was a scheme devised by Feldman, who was assisted by Schechter, whereby the stock and business of Feldman were transferred to his wife. He said that, after the chattel mortgage was given, his wife carried on the business in her own name, and he acted as her agent in buying and selling. Feldman says he got the cheque of Schechter cashed, and gave Schechter \$200 he was owing him; he also gave, he said, \$600 to Mrs. Cohen, his mother-in-law, for wages he alleged to be owing her. He afterwards acknowledged that he did not get the money from the bank at all; but that the cheque was forwarded to New York for collection, on behalf of his wife. The cheque