

It will be seen by reading the report of the Superintendent of the Cartridge Factory that the plant in this factory has been completely remodelled to suit the manufacture of the .303 ammunition. This ammunition is now made there and has been proved to be of the best quality.

The following is an abstract statement of the financial affairs of the department for the fiscal year ended 30th June 1896:—

FINANCIAL STATEMENT of the Department of Militia and Defence, for the Fiscal Year ended 30th June, 1896.

EXPENDITURE.

	\$	cts.
Pay of General Officer and Adjutant General .....	6,064	84
Pay of staff, permanent corps and active militia, including allowances.....	347,042	58
Annual drill of the militia.....	98,826	45
Salaries and wages of civil employees.....	62,999	37
Military properties, works and buildings.....	102,983	28
Warlike and other stores.....	30,994	32
Arms and ammunition.....	1,000,000	00
Clothing and necessaries.....	55,183	53
Provisions, supplies and remounts.....	120,326	94
Transport and freight.....	37,482	85
Grants in aid of Artillery and Rifle Associations and Bands and Military Institutes.....	34,555	00
Miscellaneous and unforeseen contingencies.....	13,133	60
Royal Military College of Canada.....	62,102	26
Dominion Cartridge Factory, including free ammunition for rifle league competitions.....	38,770	46
Gratuities to officers active military staff placed on retired list.....	1,606	00
Defence of Esquimaux, B. C.:—		
Dominion contribution towards capital expenditure for works and buildings.....	121,891	55
Pay and allowance of a detachment of Royal Marine Artillery of Royal Engineers. }		
Major Guy—N. W. T., 1885.....	1,067	20
Militia in aid of Civil Power, Township of Low P. Q.....	1,683	32
Total.....	2,136,713	55

PENSIONS.

	No.	
Militia—Rebellion, 1885.....	99	19,202 40
do Fenian Raids, &c.....	20	2,892 00
do Veterans, War of 1812.....	2	60 00
do Upper Canada, war of 1812.....	21	1,760 00
Total.....	142	23,914 40

REVENUE.

Casual.....		1,095 98
Extra ammunition.....	\$12,350 68	
Stores and clothing.....	2,326 72	
Miscellaneous.....	1,002 61	
Rents.....	7,155 24	
Royal Military College.....		22,835 25
		19,881 55
		42,716 80

I have the honour to be sir,

Your obedient servant,

C. EUG. PANET, Colonel,  
Deputy Minister of Militia and Defence.