

value of Canadian funds, and therefore I think your argument falls to the ground.

I cannot admit that the fundamental principle which should underlie all taxation applies in this case. The only thing that does apply is that the Government needs the money, and proposes to take it. But to apply it to universities and hospitals is the thin edge of the wedge in taxing the income of institutions which serve the community and to which the Federal Government in no way contributes; these institutions at present are passing through a most difficult period and should not have their income taxed in any way.

What I honestly and sincerely believe is that the Government should refund this tax, and I personally think you would be well advised to do this.

Yours faithfully,

Principal.