

APPENDIX No. 3

certain operating expenses against this pocket, and the residue going to that pocket. There is but one pocket in the end.

By Mr. Loggie:

Q. That would not be true so far as the Intercolonial is concerned?—A. Supposing the Intercolonial had their own express business?

Q. If they had. But under present conditions?—A. They get 50 per cent of the gross earnings operating over the line.

By Mr. Sinclair:

Q. There must be a distribution of profits to the shareholders. Where do the profits go?—A. In the case of the Intercolonial?

Q. Yes.—A. It goes to lessen the deficit in some years.

Q. I mean the express company.—A. The earnings from the Intercolonial go to the shareholders of either the Canadian Pacific or the Grand Trunk in profits made out of express business.

Q. What is the name of the two companies operating on the Intercolonial?—A. The Canadian Express Company and the Dominion Express Company. Any profits realized from express business on the Intercolonial go therefore, to the Canadian Pacific Railway or the Grand Trunk Railway.

Q. I understand.

The CHAIRMAN: That is all.

Witness retired.

Mr. A. H. BRITTAIN, recalled and further examined.

By the Chairman:

Q. Mr. Brittain, are smoked fish shipped by net or gross weight, and have carload quantities ever offered?—A. I believe it was stated on one or two occasions that no carload shipments offered from the East, but the trouble is that the express men have not endeavoured to give all the information they could on the subject. To illustrate, we shipped on March 17, from Mulgrave to Toronto a carload of smoked finnan haddies by Canadian express, representing 24,000 pounds, which will net the express company \$420, figured out as follows: 24,000 pounds at \$1.75 per hundred, \$420. Now, to illustrate to you that all the fish shipped by express from the Maritime Provinces does not travel on net weight, I might illustrate the fact that only fresh fish shipped in ice, or frozen fish, travels on net weight, whereas smoked fish such as finnan haddies, fillets, kippers and bloaters go forward on a gross weight. The published tariff which has been passed by the Board of Railway Commissioners on smoked fish calls for the following:—

15-pound boxes	Finnan Haddies,	shipping weight	20	pounds	gross.
15	"	" Fillets	"	"	18 " "
30	"	" Finnan Haddies	"	"	36 " "

The same thing applies to kippered herring. Now, figuring this carload of finnan haddies which has gone forward by express to Toronto, I might state there is 18,000 pounds net weight of fish in the car, which actually costs the consignee \$2.33 per 100 pounds, as this product has to go forward on a gross weight.

By Mr. Loggie:

Q. What is the gross weight?—A. 24,000 pounds.

Q. There must be something wrong on that. That is adding a third?—A. You will