

Nor are the resultant benefits one-sided only or confined to trade. Thus, His Excellency, Dr. Wellington Koo, former Chinese Minister successively at Washington and London and later Minister of Foreign Affairs, has stated:

"With the arrival of increasing numbers of Chinese students in the United States, there has been noted a gradual but perceptible change in sentiment on the part of the American people towards China and the Chinese. Undoubtedly, the close contact of the thoughtful classes of American people with the Chinese students, usually the pick and flower of China's youth, has led to a better appreciation of the qualities of the Chinese people and the character of Chinese civilization. A clearer understanding of the problems of the Far East and a more sympathetic endorsement of the aspirations of the Chinese have been two happy consequences."

It is my firm conviction that the government and educational institutions of Canada would be performing a valuable service to their country and to the cause of international understanding and amity by providing larger facilities for the education of Chinese students in Canada and by definitely encouraging and stimulating such education.

Definition of "Merchant" too Restricted.

Merchants constitute another class for which greater freedom of entry was urged in representations to the Canadian Trade Mission. By the legislation of 1923 the admission of Chinese merchants was confined to those coming under "such regulations as the minister may prescribe". The present governing regulation is as follows:

"Merchant, as used in this Act, shall not include any person who does not devote his undivided attention to mercantile pursuits and who has less than \$2,500 invested in a business dealing exclusively in goods grown, produced or manufactured in China or in exporting to China goods grown, produced or manufactured in Canada, and who has not conducted such business for a period of at least three years; any merchant's clerk or other employee; tailor, mechanic, huckster, peddler or person engaged in taking, drying or otherwise preserving fish for home consumption or exportation or having any connection whatever with a restaurant, laundry or rooming house."

This is one of the clauses referred to elsewhere in this memorandum as being considered ambiguous to an offensive