

One steamer to be stationed at Vancouver, B. C., and the other steamer to be stationed at Suva (Fiji Islands).

CAPITAL ACCOUNT.

Capital to be raised under government guarantee at 3 per cent. £ 2,000,000	7,340 naut. miles cable. £ 1,720,000 Steamers. 200,000 Buildings, &c. 30,000 Working capital. 50,000
	£ 2,000,000
Cost per nautical mile.	£273

REVENUE ACCOUNT.

General management. £ 5,000 Building staff. 24,000 Repairs and renewals. 90,000 To profit and loss account. 101,000	Earnings. £ 220,000
£ 220,000	

PROFIT AND LOSS ACCOUNT.

3 per cent interest on capital £ 60,000 2 per cent amortisation of capital. 40,000 Carried forward. 1,000	From Revenue Account. £ 101,000
£ 101,000	

The earnings are estimated at £30 per naut. mile (the average amount of the earning of all cables, according to Mr. Henniker Heaton).

If share of Pacific cable is 2s. per word, 2,200,000 words are wanted, while cables are calculated for 15 words per minute or more than 7,000,000 words per annum. This capacity can practically be doubled by introducing duplex working when the traffic requires it.