RE DIFFERENCE IN PULLMAN CHARGES WHEN ACCOMMODATION IS BOUGHT IN NEW YORK AND WHEN IT IS BOUGHT IN CANADA.

The explanation is this:-

1. When I enquired before they told me it was an additional Canadian charge.

I did not pursue the subject further.

But one time when I asked the price over the phone they quoted me \$6.75 and not \$7.45, and this made me think as I said to you yesterday that there was something wrong.

- 2. When I called Mr. Mulroy again this morning he explained quite clearly that the charge is a Canadian GOVERNMENT charge, in other words, a tax, of 10%, and all accommodation bought IN CANADA even though it be return accommodation from New York to Canada is subject to this tax which is made on every SALE in Canada.
- 3. When you buy your return accommodation in New York you do not pay it.
- 4. If at any time you were charged only \$6.75 in Canada it was a mistake and the agent who sold it, when his sales book was audited, would have to pay the difference out of his own pocket, but Mr. Mulroy does not think this would be likely to happen as the tax has been in force for some time and all agents are familiar with it.