Similar trials were held last November, when exercises were carried out with United States submarines. Detailed reports on the exercises compiled by Canadian and US authorities indicate that both RCAF and RCN aircraft scored numerous successes. A total of 35 air attacks was noted during the first two days of the exercises, and the American report states that "All submarines expressed high regard for the Canadian aircraft. Air Operations appeared to be of very high order".

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Commercial Failures: Commercial failures in Canada showed a further increase in the first quarter of this year to extend the upward trend of the last three years. Liabilities of defaulting firms also moved up. The majority of the failures occurred in Quebec, the increase over the first quarter of 1948 amounting to about 30 per cent. The gain in Ontario was comparatively slight.

According to the Bureau of Statistics, commercial failures in the first quarter of 1949 totalled 270 as compared with 203 in the same period of 1948, 120 in 1947, 54 in 1946, and 371 in the first quarter of 1939. First quarter liabilities amounted to \$4,196,000 compared with \$3,406,000 in the same period of 1948, \$1,432,000 in 1947, \$1,467,000 in 1946, and \$3,592,000 in the first three months of 1939.

Trading concerns failing in the first quarter of this year numbered 93 against 67 in the same period of 1948. The increase in manufactures was from 39 to 57, while service firms of different descriptions were 21 per cent greater at 51. The miscellaneous group, including construction and transport, showed failures of 48 compared with 30.

Arctic Air Display: Residents of Aklavik, near the Arctic coast at the mouth of the Mackenzie river, were treated to an Air Force Day display on Saturday (June 11) when three photo survey Dakotas did a fly past in formation over the settlement. The display set a "farthest north" record for Air Force Day activities before the public.

The three aircraft, from 414 Photo Survey Squadron, Rockcliffe, were returning to their temporary base at Norman Wells, NWT, after a photo flight, and their route took them over the Mackenzie delta. Deciding that the people there should see at least something to remind them it was Air Force Day, they put on the formation fly past over Aklavik, and repeated it at several other points, including Fort McPherson, Arctic Red River and Fort Good Hope.

Across Canada: In the general election campaign, the Prime Minister, Mr. St.

Laurent, spoke yesterday in Montreal and the Leader of the Progressive
Conservative Party, Mr. Drew, in Hamilton and Brantford, Ont....Hot,
humid weather prevailed over most of Canada and the drought throughout
most of southern and central Ontario entered its nineteenth day....
British Columbia voters went to the polls today in a provincial election.