Men's Flannelette Night Rober k, blue and brown stripes, o ht background, collar attached arl buttons, extra large bodies lengths; sizes 14 to 20. Spe I, Tuesday, 73c.

Men's Sweater Coats, plain and icy stitch, in plain and two-col combinations, high storm col two pockets; sizes 34 to 42 gular \$1.75 and \$2.00. Tue y, \$1.49.

Men's \$1.25, \$1.50 and \$2.00 rts, 98c. Factory overstocks broken ranges of our regular es; patterns mostly stripes of ck, blue or mauve on light kground, extra large bodies sleeve lengths, double yoke double sewn; sizes 131/2 to Regular \$1.25, \$1.50 and 00. Tuesday, 98c.

\$2.50 Hatch Underwear, 98. Men's pure wool underar, fine elastic rib knit, mad h the new one-button chest, ent winter weight close tch; sizes 34 to 44. Regular 50. Tuesday, \$1.98. Tuesday, \$1.98.

ousands of Pairs of Hos Prices. Look for the Following:

N'S PLAIN CASHMERE SOX, lain gray, black and tan, import some with colored clox on ankled ankle, heel, toe and double solular 35c and 50c. Tuesday, Febru Hosiery Sale, 25c.

N'S SILK SOX AT 29c. conds, of a well-known, guard brand, made in Canada, splend e, close fine weave, good wearing eed heel, toe and sole; black, to gray. Usual 75c value. Tuesday uary Hosiery Sale, 29c.

'S' AND GIRLS' CASHMERE SE, 25c.

nglish make, finished in one-and-and two-and-one black ribbed ss, medium weight; sple nless, medium weight; spienau ol hose; closely woven, strons ed heel, toe and sole. Unusual e Tuesday, February Hosiery Sale.

MEN'S PLAIN CASHMERE

en-Angle" Brand, mill sec good wearing, fine close weave ess, medium weight, double gar-elt, reinforced heel, toe and solerelt, reinforced heel, toe and only; sizes 8½ to 9½. Tuesday, February

TEN'S FINEST SILK HOSE

ck, white and many colors, close weave; silk to the sarem; double lisle thread wet. less finish; American make, seed heel, toe and sole; sizes of the light of the light of the less of th 10. Usual 75c value, uary Hosiery Sale, 59c.

MARKET

e Lima Beans, 3 lbs. 28c. Canned Blueberries, nd, per tin, 10c. in's Cocoa, ½-ib. tin, 23c. Tins Finest Canned Peaches, Vine ind, per tin, 15c. aren's Cream Cheese, large pack-

Evaporated Peaches, 3 lbs. 250.

Canned Spinach, per tin, 10c. Gold Quick Tapioca, Chocolate Gold Quick Tapioca, Chocolar Custard Powder, 3 packages 250 nuts. 2 packages 25c harles Milk, per tin, 10c.

ornia "Sunkist" Oranges, sood e, sweet and seedless, dozen, 33c, te Grape Fruit, large size, 3 for re Apples, half peck, 30c. ornia Figs, in packages, 3 pecks 25c.

CANDIES. Main Floor and Basement. bs. Satinettes, fruit flavors,

RTSIMPSON COMPA

38 King East.

The Toronto World

WEDNESDAY MORNING FEBRUARY 16 1916

36 King St. East

H. H. WILLIAMS & CO.,

VOL. XXXVI.-No.-12,880

PROBS Moderate southwesterly winds; fair and mild, with temperature above freezing.

BUDGET SPEECH. No Income Tax Ye:—No War Tax on Farmers—Tariff on Apples Increased—Duty on Oils—Tax on All Corporations Except Insurance Companies, Which Must Buy Government Bonds—\$185,000,000 Must Be Raised By Loans—Loans Promised for Farmers at Low Rates With Long-time Payments.

Canada's Trade tor Fiscal Year Largest in Her History

propriate Quarter of Bil-

lion Dollars.

lions for Year.

OTTAWA, Feb. 15 .- Announce-

shown in the coming fiscal year to

\$215,000,000 to be borrowed in this

Hon. Mr. White said he anticipat

ed that the revenue for the fiscal

year to end March 31 next would be

\$170,000,000 and expenditure \$125,-

000,000, leaving \$45,000,000 as

the payment of principal of the war

\$580,000,000, an increase of \$131.

000.000. A favorable trade balanc

from the

By a Staff Reporter

Outlined by Sir Adam Beck Last Night.

AT TORONTO BANQUET

Province Will Refine Its Own Ore and Control World's Supply of Nickel.

their own radial railways at ha' penny prices, Sir Adam Beck succeeded banquet tendered by the City of Toronto to himself at the Carls-Rite last night, something of the great enthusi-

Eloquent Presentment. Sir Adam's reply to the toast to himself was divided into two distinct parts First he spoke on the war, and next talked hydro. In the first he figured orator, and, the always looked upon as one of Ontario's greatest, he excelled himself last night in his eloquent presentment of the duties of the municipality and the business men therein to the Empire and the men fighting the Empire's battles. On hydro affairs he seemed less the orator, and more of the business man in-telligently discussing affairs with his clients, and making statements and predictions concerning his product irrefutable because of the statistics, and

past record of accomplishment for the hydro that he held up to his hearers.

Victory of Peace.

Sir Adam said he did not presume to look upon the demonstration last night as a personal tribute to himself, but rather as an occasion for the celebra tion of a victory of peace, "which you have won in the only way real victor can be won, by mutual support, mutual rust, and concerted effort." the term victory of peace to distinguish it from another greater and costly victory. And Ontario could do for boys when they came home was to igve them a decent job. The hydro, he pointed out, was going to be one of the things which would help along this work. "When they return must have the wheels turning, you must have the wheels the the factories humming and driven the with public-owned power from the Severn. Trent and Eugenia Falls, and

more than all, from Niagara, which (Continued on Page 2, Column 2)

EXTRAHUGESUNIS

SEVERAL LIVES FEARED LOST IN FIRE AT AMERICAN CLUB

Its Future and Possibilities Caretaker is in St. Michael's Hospital With Fractured Parliament Called on to Ap-Skull--- Capt. Minard is Unconscious After Jumping From Window and Fears Are Expressed for Other Guests Who Were Unable to Escape When Explo- BIG GAIN IN REVENUE sion Started Fire at 3 o'Clock This Morning.

Starting with an explosion on the top floor of the building, fire completely destroyed the premises at 17 and 19 for exits by those inside.

Cave in. Flames at once leaped high into the air, and there was a scramble for exits by those inside.

Surplus Over Ordinary Expenditure Forty-Five Milwest Wellington street, occupied by Several officers of the American the American Club, between three and Legion were in the building at the four o'clock this morning. Captain time of the fire, but most of them managed to escape out the rear doors talion (American Legion) was so bad-ly burned that he is unconscious in the Ontario Club, the caretaker jumped are remaining. from the top floor and is in St. Michael's Hospital with a fractured skull, his family is supposed to be still in the burning building. James Coomber, night porter, and Tom Banks, engineer, had narrow escapes from the building and were slightly burned and it is feared that several guests who

are remaining.

Captain Minard was sleeping on the top floor of the building when he was awakened by the smoke and the noise of the fire. He jumped out of bed, pulled on his boots and trousers, and slid half way down a rope that was fastened to the window sill. When he was about half way down the explosion of the carrying out of canada's share in the war would be called for the carrying of the carrying out of canada's share in the war would be about half way down the explosion oc-called for. He believed that, despite curred and he had to jump to the side. The heavy interest the

lived at the club have lost their lives.

So sudden was the outburst of flames, that no one had time to give the alarm to those who were asleep in the building. The explosion tore out part of the Wellington street wall of the building, and caused the roof to

asm on public owned power that inspires him to make that ideal a life MINE FORTS AT ERZERUM ARE IN HANDS OF RUSSIANS

issued tonight the following supplement to the official communication of the Jan. 31, 1915, he been \$158,000, our 000, and the national debt at the day; In addition to two Erzerum forts already announced as captured by forces, seven other forts have been taken. nine Erzerum forts now in our possession."

INSURANCE COMPANY

Bonds and Stocks in United States Traction Companies Will Be Sold.

By a Staff Reporter, OTTAWA, Ont., Feb. 15 .- One of the troduced by the minister of finance today for a more rigid enforcement of existing law and regulation is that one prominent life insurance company of Canada will get rid of over twenty millions of bonds and stock in traction ! propositions in the United States and substitute Canadian securities therefor even if the company have to stand for a substantial discount in the conver-

AGED MAN BROKE NECK BY FALL DOWN STAIRS

Henry Leach, Seventy-five Years Old, Met Almost Instant Death Last Night.

Henry Leach, 75 years of age, rooming Henry Leach, 75 years of age, rooming degree beyond our most sanguine at 222 Ontario street, fell down the stairs at 11 Ontario street about 7 o'clock last year, ending on March 31 next, we con-Lat 11 Ontario street about 7 o'clock last night and broke his neck. He died a few minutes after being picked up. Leach had been in the habit of taking ar occasional meal at the latter address. results of the proposed legislation in- which is occupied by Jacob Berman, and last night after supper he went upstairs. Being old and feeble, it is believed that he was seized with faintness and feil from top to bottom. A doctor was called but could do nothing to save his life.
The body was removed to the morgue
in he police ambulance and Coroner in the police ambulance and Coroner Jukes Johnson notified. It is not likely there will be an inquest.

Leach is believed to have two sisters esident in the east end of the city.

TORONTO CUSTOMS RECORD OF BUSINESS

Over Quarter of Million Dollars Worth of Goods Handled Yesterday.

Yesterday was a banner day for the Toronto customs house, \$265,000 worth of business being handled. This is the largest amount yet, the average hereofere having been around \$160 000. The second largest day was on Jan. 1. when \$150,000 was netted.

The budget of February last, by a comprehensive scheme of general and special taxation, aimed to increase the revenue of the Dominion for the present fiscal year to an aggregate of \$150,000 000. I am happy to be able to

inform the house that the expectations then formed have been realized in a figently anticipate a total revenue of a least \$170,000 000. that is to say, \$29. 000,000 in excess of our estimate. From the date of the introduction of the budget the sharp monthly declines which duties were at once arrested and ou revenues until August restored to the basis of the corresponding months of the year preceding the outbreak of the war. Since August a marked and continually progressive increase has characterized our monthly revenues as compared with those of the correspond ing period of the previous year, when profound derangement of finance and commerce resulting from the war was exercising so curious an effect upon our imports and general business. From the beginning of the present fiscal year up to Feb. 10, the total revenue of the Dominion frem al sources has amounted to \$145 000.000

sources has amounted to \$145 000.000, an increase of \$31,000.000 over the some period of the preceding year. Of this revenue we estimate that the sum of \$82,000,000 has been derived from dutles of customs; \$19.000,000 from excise: \$14,000.000 from postoffice receipts, and about \$3.000,000 from the special taxes other than postal levied. succial taxes other than postal levied under the Special War Revenue Act of last year. Of the amount of

(Continued on Page 3, Column 1)

TAX UPON BUSINESS PROFITS TO MEET WAR EXPENDITURE

Points in Budget Speech

NANADA has financed the war without assistance from the British Government since June, 1915, and has sold no sterling bills in London The net national debt of Canada is \$580,000,000.

Canada's trade for current fiscal year will amount to \$1,200,000,000, the largest in her history. Exports increased over preceding year by \$200,000,000; imports

Gold reserve for redemption of Dominion notes now amounts to \$115,-147,985, a reserve of 64.2 per cent.

Dominion Government, out of revenue, expended \$45,000,000 on war expenditures during the current year and financed orders of the British Government for munitions in this country to the extent of \$50,000,000. The \$45,000,000 borrowed last summer in New York was expended upon the construction and completion of public works in Canada.

No income tax for the present. Pledge given that no war tax will be levied upon farm lands or upon the personal effects or income of farmers.

Pledge that the government will finance a system by which the farmers can borrow money at low interest and repay on easy terms by the amortiza-Canada's share in the war would be tion plan.

Tariff on apples increased to 90 cents a barrel.

A duty of one-half a cent. per gallon on oils. For a three-year period, beginning on Aug. 4, 1914, there is levied August 4, 1914. In the case of corporaupon all corporations having a paid-up capital of \$50,000 or more a tax of tions one-fourth of the net profits over one-fourth of all profits over seven per cent. per annum. This applies to apply to the war outlay, leaving railways, steamships, milling, mining, manufacturing and financial and commercial corporations, except life insurance companies. The finance their profits over ten per cent. go into minister will determine what is the paid-up capital of each corporation.

All persons, partnerships and associations engaged in business in only to corporations and other conwhich \$50,000 or more is invested are subjected to a similar tax for a like cerns having a capital of \$50,000 or period, except that it only applies to profits over 10 per cent. per annum. more, except in the case of persons.

All persons, firms and corporations engaged in manufacturing munitions, however, are subject to the tax, no matter how small their paid-up joy no such exemption. The proposed surplus. This would be devoted to debt. Canada's expenditure for war capital may be.

The government expects will be expended on the war.

The British Government has extended a further credit of £30,000,000 e-d of the fiscal year would be about (\$150.000.000) to Canada. Further domestic loans foreshadowed. Life insurance companies re-

of about \$200,090,000 would be quired to invest in government bonds. Legislation foreshadowed providing for \$100 bonds for small investors, shown for the fiscal year soon to end. which will be sold at par.

TWO TORONTO BATTALIONS TO DEPART SOON FOR FRONT

Fourteen New Infantry Units About to Leave Canada for England, Sir Sam Hughes Announces.

a Staff Reporter OTTAWA, Feb. 15.—General Sir Sam Hughes announced tonight that ourteen new battalions were about to leave Canada for Europe. They are: 33rd, London, under command of Col. Wilson; 45th, Brandon, Col. Clark; 51st, Edmonton, Col. Harwood; 53rd, Prince Albert, Col. Denniston; 56th, Calgary, Col. Armstrong; 59th, Eastern Ontario, Col. Dawson; 61st, Winnipeg, Col. Murray; 62nd, Vancouver, Col. Hulme; 64th, Halifax, Col. Campbell; 67th, Victoria, Col. Ross; 71st, Woodstock, Col. D. Sutherland; 73rd, Montreal, Col. Davidson; 74th, Toronto, Col. Windeyer; 75th, Toronto, Col.

Elaborate Precautions Taken to Prevent Possible Juggling of Figures.

NO STOCK WATERING

Computation of Net Profits to Be Based on Clear-Cut Plan.

By a Staff Renorter. OTTAWA, Feb. 15.—Details of the 1915 and 1916, after making provision method by which it is proposed to tax net profits of companies to the extent of 25 per cent. of their net profits, make it clear that Finance made for the prevention of excessive racks is commented upon by the garcharges on account of depreciation bage inspector. The poor of a city the charges of account of depreciation size of Kingston could be fed upon the panies or their policyholders, who will or in other ways, which would make military waste. The attention of the obtain an investment of the highest character, yielding a most attractive correspondingly in the federal taxes. ing directed to the matter.

Likewise safeguards are provided against inflation of capital by the injection of "water."

Text of Resolution. The text of the resolution for the taxation of war profits was as fol-lows: No. 1. That in the following resolution "minister" means minister of finance of Canada, means the Canadian companies" means an in-corporated company having its head

(Continued on Page 5, Column 3)

BY ACTION OF ALLIES LONDON, Feb. 15.—A despatch to Reuter's Telegram Company from Athens

CLASH IS THREATENED

"Another diplomatic clash between the "Another diplomatic clash between the Greeks and the entente allies has arisen over the arrest by the allies of the Greek steamer Mavrakratousa, carrying 200 Bulgars, whom the allies considered belligerents. The Greeks contend that they are Hellenic subjects from newly-annexed provinces, and are consequently neutral The steamer was bound for Crete."

KINGSTON SOLDIERS CHARGED WITH WASTE

Four Tons of Garbage Collected From Barracks Each Day.

KINGSTON, Veh. 15. - The total amount of garbage collected in Kingston each day is eleven tons. Of this amount, four tons comes from the military barracks which houses only about 1200 men. Over 21,000 of the population contribute but seven tons of

The great waste of food at the barmilitary waste. The attention of the officer commanding the district is be-

able Profits Will Yield at Least Twenty-five Million Dollars. **BIG DOMESTIC LOANS**

Levy of One-fourth of Net Re-

turn After Allowing Reason-

WILL BE NECESSARY

British Government Has Extended Fresh Credit of One Hundred and Fifty Millions -Changes in Tariff of Minor Character.

By a Staff Reporter.

OTTAWA, Ont., Feb. 15 .- Sir Thomas White, minister of finance, presented a budget to the house today which may well prove to be historical. A war tax is levied upon the profits of persons, firms, and corporations during the three-year period commencing als and partnerships one-fourth of all the federal treasury. The law applies firms, or corporations engaged in the manufacture of munitions. They enlegislation will realize for the govern-

Will Appoint Officials.

W. F. Maclean (South York) at the conclusion of the budget speech asked what machinery would be created to carry the law into effect, and Finance Minister White replied that the finance department would be authorized to appoint all officials and make regulations for the assessment and collection of the tax. Sweeping power is vested in the finance minister in the administration of the act, and in many cases his decision is absolutely final.

The tariff changes are inconsequential. The duty upon apples is increased to ninety cents per barrel and a tax of one-half cent a gallon is levied upon oil and crude petroleum. Heavy Trade Expansion.

The financial statement for the year ending March 31, 1916, and the financial estimates for the succeeding year were clearly and concisely set before the house by the minister. Our trade for the current year would be the largest in our history, aggregating \$1,200,000,000. There is an increase of \$200,000,000 in exports. So successful was the budget of last session that the revenue of the Dominion for the current fiscal year will amount to \$170,000,090. Current expenditures amounted to \$125,000,000, leaving \$45,-000,000 for expenditure upon the war-The expenditures of the Dominion upon capital account were financed with \$45,000,000 borrowed last summer in New York. Of the \$100,000,000 seured from the domestic loan, \$50,000,-000 was placed to the credit of the British Government to finance munition orders in Canada.

\$185,000,000 in Loans. Sir Thomas White estimated that out of the revenue for the year ending March 31, 1917, he would have a surplus of \$35,006.000 to apply upon war expenditure. The war expenditure of next year, howaver, is estimated at \$250,000,000, leaving \$215,000,000 to be raised by taxation or porrowings. The taxation upon the incomes of corporations and other business concerns will net perhaps \$30,000,000. The remain-ing \$185,000.000, the finance minister thought, could be easily raised by

He gave notice of a pill to require life insurance compenies to invest in government bords, and \$15.000,000 will be secured in this way. Further de-mestic loans were foreshadowed, and the general public will be allowed to buy bonds in small denominations at

(Continued on Page 3, Column 5) DINEEN'S CLEARING SALE.

All our furs must be cleared out in preparation for next season's business -therefore prices are reduced to figures that are exceptional in fur selling in Toronto.

The fact that we have been most unusually busy, even for this time of the erally attractive. Dineen's, 140 Youse

ARL KITCHENER told the house of lords on the reopening of when \$150,000 was netted. Customs duties mentioned the sum of Customs officials believe the increase \$19,000,000 was derived from the indue to the change in tariff recently

the "Mother of Parliaments" yesterday that the British army in France had been reinforced by eight divisions of the new formation, the defences of Egypt had been made amply adequate against attack, General Aylmer was awaiting reinforcements in Meagainst attack, General Aylmer was awaiting reinforcements in Mesopotamia in order to advance to Kut-El-Amara, the capture of Lens LIFE INSURANCE COMPANIES and the battles of Champagne and north of Arras last September had inflicted great losses on the enemy, had attracted considerable German reinforcements from the Russian front, and had thereby enabled the Russians to check the advance of the enemy and to realize important gains on their part. Despite the large losses suffered by the Russian army from the heavy blows that it had received from the Portion of Assets of All Companies Doing Business in Germans last summer, it has thoroly reorganized and re-equipped. The Italians had made notable progress on the Isonzo lines, but they had come up to exceedingly strong Austrian defences, which, tho delaying their advance, they would ultimately attack with good prospects of success. The Turks had been reinforced by material from Germany, putting them in a position to attack Egypt and Mesopotamia, so the force at the Dardanelles had been removed and sent to reinforce the garrisons at Saloniki and the Suez Canal. His lordship, altho he would not say that heavy blows would not yet be rained on the British armies and the armies of the allies, is confident that thru the bravery of the army in the field and the fortitude of the people at home, the allies will be able to bring the war to a successful close that will ensure peace for generations to come.

: WAR SUMMARY:

Today's Events Reviewed

Premier Asquith told the house of commons that he was as sure of ultimate victory for the allies as he was sure that 'the allies' cause vas just. The British expeditionary force was now ten times greater than it was at the beginning of the war, not counting the troops of the outlying dominions of the empire. He spoke of the severe financial strain that was being imposed on the nation by the war, and he fore-

(Continued on Page 2, Columns 3 and 4).

MUST BUY FEDERAL BONDS

Canada Required for Investment—Companies Will Escape Tax Upon Profits.

By a Staff Reporter. OTTAWA. Feb. 15 .- Sir Thomas White in his budget speech in the commons today gave notice of legislation affecting the life insurance companies, by which they are required to invest in Dominion Government bonds. He said: "To assist in our war financing

whose domiche is outside of canada, islation either to business in Canada, shall make the deposits which they are required to make in 1916 and 1917 as security for their interest return.

policyholders in the Dominion in such securities, and as to Canadian com-panies, we propose that for the same two years they shall invest in such securities one-half of the increase in ne net ledger assets during the years for increase in foreign reserves and Foreign Companies

Canada under Dominion license will be chigated to invest and keep invested a certain portion of their assets during this and next year in the currency bonds or debenture stock of the Dominion We propose that companies whose domicile is outside of Canada, but which are licensed to transac; papies or their deposits for the present year. The aggregate amount of such investments will reach a total of such investments will reach a total of at least \$15,000,000. Having regard to the rate of interest which the Dominion is now paying on its securities, there can be no hardship in such legular to the insurance combustions of deposits for the permit evasion of payment by mannipulation of figures in the books of the Dominion is now paying on its securities, there can be no hardship in such legular to the insurance combustions of deposits for the permit evasion of payment by mannipulation of figures in the books of the Dominion is now paying on its securities, there can be no hardship in such legular to the insurance combustions of the present year. The aggregate amount of the permit evasion of payment by mannipulation of figures in the books of the Dominion is now paying on its securities, there can be no hardship in such legular to the rate of interest which the Dominion is now paying on its securities, there can be no hardship in such legular to the rate of interest which the Dominion is now paying on its securities, the companies of the companies are the control of the rate of interest which the Dominion is now paying on its securities, the companies of the present year. The aggregate amount for the present year to the control of such that the present year. The aggregate amount for the present year to the rate of interest which the Dominion of figures in the books of the companies. Express provision is made for the prevention of excessive that the present year that the present year to the present year. The aggregate amount for the prevention of figures in the books of the prevention of figures in the books of the preve