gaged in domestic work, as errand boys, and to drive the horse: for since we moved we had to add a horse, truck, express waggon, &c. to our establishment; and No. 43 is little Dan, who lies in his crib by the kitchen fire, knitting or reading, or working in his head abstruse questions in Mental Arithmetic. All who have visited the School know Dan, and will be glad to learn that life is beginning to return to his limbs, and that his case does not now seem so hopeless as it once did.

The profits from the various trades have been greater than in

the preceding year, as the following table shows:

Profit in 1869. Shoe Shop \$597 41 Cabinet Shop 183 35 Tailors' Shop 191 28	Profit in 1870. Shoe Shop \$658 48 Cabinet Shop 361 60
Kindling Wood208 85 News & errand boys 390 74	Tailors' Shop 219 97 Kindling Wood 324 19 News & errand boys 379 19
Total profit \$1571 63	Total profit \$1943 43

The consequence of this increase of profit from the boys is that last year's income met the expenditure; but we began the year with a deficit of \$1100 owing (1) to the income of the preceding year being \$500 short of the expenditure as was pointed out in the report; and (2) to the fact that the amount raised two years ago for the payment of old debts was more than \$600 less than required, the old debts having turned out to be greater than our then treasurer estimated. We have still that load round our necks, but our position otherwise is satisfactory, as will be seen by examining the accounts submitted by our present Treasurer, W. S. Stirling Esq., for whose valuable services during the past year we are most grateful. There is nothing we would like so much as to have that \$1100, and so far be square with the world. Our stock in hand would then probably meet all other liabilities: and we think from the improvement in the work done by the boys that hereafter our ordinary income will be sufficient to meet the ordinary expenditures.

EDUCATION, EMPLOYMENT, &c.

What was said on this head in last year's Report would do for this. The School Commissioners have given us a well; qualified teacher for four evenings in the week, and we have in our new home a splendid school-room, and the trustees of the school formerly held in St. John's Church have kindly given us the use of their old benches. Mr. Grierson assists the teacher, and the improvement is all that we could expect. But we know that this is