

the stranger and the minimum to the other members of the great British family, always had their eyes upon Great Britain. The ex-Prime Minister (Sir Wilfrid Laurier) will admit that that is what was mainly in his mind when his preferential tariff was submitted to this House. If you examine the Australian returns, you will find that one-half the imports come from Great Britain and that of that one-half, 64 per cent are on the preferential list. But, if you examine the list of the goods that Australia imports from other parts of the empire exclusive of Great Britain, you will find that 95 per cent of them are affected in no way by Australia's preferential trade tariff. Further than that, if you examine the Australian tariff you will find that while it contains 711 items, 294 of them carry preferential reductions and the remainder are exactly the same in the maximum as in the minimum. It would seem to me therefore that for us to offer them our minimum tariff or for them to offer us their minimum tariff, would simply mean giving a very slight reduction upon a large number of items, the great majority of which could under no circumstances be exported from one country to the other. It would seem to me, that a far better method of arriving at a really valuable increase of trade would be a list-for-list arrangement, in which we would endeavour to make such concessions as we might on the surplus products which Australia exports, and they in their turn, would endeavour to let into Australia on favoured treatment these things which we are already sending them or which are being sent to them by competitors similarly situated to ourselves. We send about \$4,000,000 worth of goods annually to Australia and of that \$4,000,000 worth, 80 per cent are covered by five items of the tariff. There you will see that the range of articles is comparatively small, and that it would be far more beneficial to our mutual trade if important reductions could be made on a few items rather than very slight reductions on a large number.

Mr. MACLEAN (Halifax). What are the five items.

Mr. AMES. Fish, lumber, agricultural implements, motor vehicles and paper. It is possible perhaps by correspondence to say, we will give you our minimum tariff if you give us yours; but when it comes to making a list-for-list arrangement, that cannot be done by two countries six thousand miles apart, either by mail or by cable. The parties must get together, and I believe the time has now arrived when this matter is of sufficient importance to make it obligatory upon a member of the Australian government and a member of the Canadian government to

Mr. AMES.

meet at some common point and take it up in conference, with a view to arriving at a mutually satisfactory arrangement. If it were possible for our Minister of Trade and Commerce to visit Australia, I think I can assure him, from what I know of the men whose names figure in this correspondence, not only that he would have a hearty welcome, but that they would meet him as far as possible in arranging a mutually beneficial basis of trade; or if the Australian Minister of Finance came to Canada, I am sure that we would find him to be a man with whom we could discuss this matter to our mutual satisfaction. Even if the ministers could not come together, a competent commission might meet; for I am satisfied that a satisfactory arrangement cannot be made unless the parties sit down together with the determination to stay until something is really accomplished. In an arrangement of that kind I think we Canadians can afford to be pretty generous, because at the present time the balance of trade is largely in our favour. We to-day send to Australia eight times as much as Australia sends to us. Last year we sent to them \$3,900,000 worth of goods, while they sent to us in return only \$480,000 worth. It is obvious that it is not profitable to have trade going all one way. Freight rates, if nothing else, could be very much improved if the quantity of freight coming back were equivalent to the quantity going out. We see what has happened in New Zealand, where a really equitable arrangement has been made: the imports and exports are nearly equal; and a similar arrangement made between Australia and Canada might make the balance of trade pretty nearly equal between the two countries. Our trade with Australia has grown 75 per cent in the last four years, and yet Australia sent us last year less than in 1907. So that it appears to me that we could afford to be generous in our dealings with Australia, inasmuch as at the present time the benefit seems to be on our side.

Mr. GUTHRIE. What are the chief imports into Canada from Australia now?

Mr. AMES. I will give them in a moment. If you make a comparative examination of the Australian and Canadian tariffs, you will find that on goods sent from Australia to Canada, taking dutiable goods only, our tariff wall amounts to 31.29 per cent. I have not the figures at my disposal to show what was paid in the same year on Canadian goods going from Australia, but as we pay the maximum rate, I was able to get the figures of the total foreign imports going into Australia, and find that