

standard, the money to be kept for him in the savings bank till he leaves the School with consent of the committee, or arrives at 18 years of age. The payment is, of course, consequent also on general good behaviour. Five of his fifteen come up to the required standard as workmen. Besides these 15 shoemakers, 7 boys work at the kindling wood department, 3 do house work, 2 drive the express, and 1 is the tailor.

FINANCIAL.

In last report we mentioned that Mr. Grierson was busily occupied winding up the transactions in which he had engaged during the three years in which he had sole management, and that the committee would give him, in this, all possible assistance. When he left us his liabilities were \$3,145.28, and though there were assets to almost the same amount, these, of course, could not be realized. Some of them consisted of horses, farm stock, &c., necessary for the carrying on of the institution properly. Chiefly by personal subscriptions of members of committee, and five hundred dollars taken from Miss Cogswell's legacy of four thousand, the liabilities have been reduced to \$925.41. This debt will be wiped out in the course of the next few months, partly by assets paid and partly by subscriptions, and discounts that have been offered.

The revenue of the school fell short of the expenditure last year by about five hundred dollars. That amount was taken from Miss Cogswell's legacy. The remainder of the legacy, three thousand dollars, was applied to pay off a mortgage that was on the ground since we bought it; and now—thanks to the oldest benefactress of the School—we have no interest to pay, and so sit completely rent free. We would require to raise the price of guarantees for boys from \$40 to \$60; if that can be done we believe that our ordinary income—if it does not fall off any further—will meet our ordinary expenditure. Every appointment, order, sale, expenditure is now controlled by the committee, and visitors can judge for themselves as to the economy and efficiency with which the school is conducted, and the cleanliness and order that reign throughout. We can safely challenge com-