circumstances, I authorize you to assure Allan that the power of the Government will be exercised to secure him the position of P. The other terms to be as agreed on between Macpherson and Abbott. The whole matter to be kept quiet until after the elections; then the two gentlemen to meet the Privy Council at Ottawa, and settle the terms of a provisional agreement. This is the only practical solution of the difficulty, and should be accepted at once by Allan. Answer.

(Signed,)

JOHN A. MACDONALD.

H.

Telegram from Sir. G. E. Cartier to Sir John A. Macdonald Kingston, 31st July, 1872.

(By Telegraph from Montreal)

To SIR JOHN A. MACDONALD:

Have seen Sir Hugh, he withdraws letter written you since you make objection to it, and relies for basis of arrangement on your telegram to me, of which I gave him copy.

Matters go on well here. Hope they are same with you. Don't think it necessary for you to come down here Saturday. I want to be out of town on Sunday, but will remain here if you specially desire to see me. Answer.

(Signed,)

G. E. CARTIER.

I.

Telegram from Sir Hugh Allan to Sir J. A. Maçdonald.

KINGSTON, July 31st, 1872.

(By Telegraph from Montreal.)

To SIR JOHN A. MACDONALD:

I have seen Sir Geo. Cartier to day, you may return my letter or regard it as waste paper, it was not intended as anything official. Your telegram to Sir Geo. is the basis of our agreement, which I have no doubt you will approve of. He purposes to go out of town on Saturday afternoon; and I am persuaded his health will be benefited thereby.

(Signed.) HUGH ALLAN.

J.

Copies of a portion of Correspondence tetween Sir Hugh Allan and Charles M. Smith, George W. McMullen and George W. Cass, relative to the construction of the Canadian Pacific Railway.

No. 1 Telegraph.

C. M. SMITH (of Chicago,) Metropolitan Hotel, N. Y.: FATHER POINT, October 8th, 187i.

Send to me, care of Allan Bros. & Co., Liverpool, the names of the parties engaged with us in the Railroad enterprise.

(Signed,)

H. ALLAN.