

- (c) 3,600,000 francs for removal of existing tenants;
- (d) 300,000 francs (estimated) for fees and commission;
- (e) \$50,000 (estimated) for sundry expenses;

Making an estimated total of 37,500,000 francs."

Q. You provide for that in that agreement?—A. Yes.

Q. I just wanted to bring that out.—A. Yes.

Q. 3,600,000 francs?—A. Yes.

Q. Did it exceed that?—A. Major Bell is the one who handled that.

Q. Did it exceed that, the damage paid to the tenants?

Major BELL: Yes.

By Mr. Mackinnon:

Q. It was an estimate made, more or less on that particular day?—A. Yes.

By Major Bell:

Q. 3,700,000 francs. The vendor would not be entitled to anything in excess of that?—A. He was to acquire the property in our name and we were trying to limit him, at that time, to the amount he should be permitted to expend in the acquisition of the property. He ran over it to the extent of about 100,000 francs.

Major BELL: He ran considerably over what we had to pay and we refused to pay it. That was included in the 1,735,000 francs.

By Mr. Mackinnon:

Q. Have you the 1919 Act there?—A. Yes.

Q. What is clause 12, clause 14, the one that deals with control?—A. Clause 12 relates to the power to transfer to the company the stock or controlling interest of His Majesty in any railway company.

Q. The Board shall have the control of the management of the roads?—A. I do not know what section that is. You are probably referring to Section 11.

Q. Would you read that?—A. (Reads):

"The Governor in Council may from time to time by Order in Council entrust to the Company the management and operation of any lines of railway or parts thereof, and any property or works of whatsoever description, or interests therein, and any powers, rights or privileges over or with respect to any railways, properties or works, or interests therein, which may be from time to time vested in or owned, controlled or occupied by His Majesty, or such part or parts thereof, rights or interests therein, as may be designated in any Order in Council, upon such terms and subject to such regulations and conditions as the Governor in Council may from time to time decide; such management and operation to continue during the pleasure of the Governor in Council and to be subject to termination or variation from time to time in whole or in part by the Governor in Council. Any such Order in Council shall be laid before Parliament within ten days after the opening of the next ensuing session, or if Parliament be sitting at the time such Order in Council is passed, then within ten days from the date of said Order in Council."

Q. What I am coming to is the giving of control of the Board.—A. "Entrust the management and operation."

Q. That is the wording. —A. "The management and operation."