81. During the nine years in question the Canadian Pacific increased its total assets by **$253,447,438**, and its liabilities by **$266,819,039**. The details of the increase in assets are as follows:—

CAPITAL ASSET ACCOUNTS

Property investment, including railway rolling stock, lake and river steamers	$ 215,571,038
Hotels	46,887,999
Ocean and Coastal Steamships	56,610,641
Acquired Securities	48,982,529
Advances to controlled companies and insurance premiums (reduction)	982,217
	$ 367,069,990

CURRENT, DEFERRED AND RESERVE ACCOUNTS

Less decrease investments and available resources and current accounts	$ 113,622,552
	$ 253,447,438

The increase of liabilities consisted of increases in the amount of:—

CAPITAL LIABILITY ACCOUNTS

Ordinary Capital Stock	$ 75,000,000
Preference Capital Stock	56,575,000
Increase in Funded Debt	151,824,772
Increase in Premium on Capital Stock less discount on Bonds and Notes	22,276,695
	$ 305,676,467

CURRENT, ETC. ACCOUNTS

Less Reduction in Reserves, Appropriation and Current Accounts	$ 38,857,428
	$ 266,819,039

The difference between the increase in assets and the increase in liabilities is accounted for by the net reduction in surplus accounts of **$13,371,601**.

82. From January 1, 1923, to December 31, 1931, the Canadian National increased its capital stock and debt as follows:—

Ordinary Capital Stock	$ 650
Debt due public	471,954,063
Government Loans	132,468,521
	$ 604,423,234

The above total does not include amounts advanced by the Dominion Government to the Canadian Government Railways, viz., Intercolonial and National Transcontinental Lines, nor the deficits on the Eastern Lines which under the Maritime Freight Rates Act are borne by the Dominion Government. Nor does it include accrued interest on Government loans to the Canadian National, which, for the period, aggregate **$287,663,169**. Altogether these items total **$924,677,415**.

In the same period the Canadian Pacific increased its capital securities as follows:—

Ordinary Stock	$ 75,000,000
Preference Stock	56,575,000
Funded Debt	151,824,772
	$ 283,399,772

Of the Preferred Stock and Funded Debt, **$39,101,055** of the increase had to do with the construction of ocean steamers and the acquisition of a half interest in the Canadian Australasian Line.

83. The following are the condensed balance sheets of the two systems as at December 31, 1931:—

IX. CANADIAN NATIONAL RAILWAY SYSTEM (INCLUDING EASTERN LINES)

ASSETS

Investments—		
Property Investment, Railway, etc		$ 2,201,426,376
Sinking Funds and Special Deposits		24,662,823
Acquired Securities (Cost)		2,301,088
Investments in affiliated companies		28,094,692
		$ 2,256,484,979
Working Assets		$ 95,475,587
Unadjusted Debits—		
Miscellaneous		$ 5,633,063
Discount on Capital Stock and Funded Debt		16,499,032
		$ 22,132,095
		$ 2,374,092,661

LIABILITIES

Capital Stocks		$ 270,231,564
Government Grants		17,153,638
Long Term Debt (Public)		1,276,457,207
Dominion of Canada Account—		
Canadian Government Railways		405,209,240
Loans from Dominion		604,406,239
Accrued Interest on Loans		354,173,113
Eastern Lines Deficits other than 20 per cent rate reduction		29,680,572
		$ 1,393,469,164
Current Liabilities, etc		78,618,523
Unadjusted Credits, Miscellaneous		5,615,482
Reserves and Depreciation Accruals		27,202,799
Profit and Loss Account—		
System	$ 664,975,144	
Eastern Lines	29,680,572	
		694,655,716 (Def.)
		$ 2,374,092,661

Note:—The Profit and Loss Deficit of $694,655,716 includes accrued unpaid interest on Loans from the Government amounting to $356,991,972.

X. CANADIAN PACIFIC RAILWAY COMPANY

ASSETS

Investments—	
Property Investment, Railway, etc	$ 868,448,443
Steamships	116,397,891
Acquired Securities (cost)	177,154,695
Advances to Subsidiary Companies	9,723,546
Other Investments and Available Resources—	
Deferred Payments, Lands and Townsites	$ 52,877,075
Miscellaneous Investments (cost)	33,191,050
Lands and Properties	59,216,054
	$ 145,284,179
Working Assets	$ 63,879,834
	$ 1,380,888,588