Of all the financial institutions of Canada receiving money on deposit, only three have a paid-up Capital as great as that of the Canada Permanent Mortgage Corporation, Toronto-street, Toronto.

A deposit account with this exceptionally strong institution may be opened with one dollar. Interest allowed at three and one-half per cent. per annum, compounded half-yearly.

# RALLY ON THE SHORTS ON THE WALL ST. MARKET

## Bad News Over-Discounted and Prices Recoil—C.P.R. Higher in Canadians.

World Office,
Tuesday Evening, Feb. 9.

Except in the case of C.P.R. the local market did not respond to the speculative rise brought about at New York to-day, and the transactions are an indication of the small outstanding short account in the market. The day's business was exceedingly small, with the major portion monopolized by C.P.R. and Dom. Iron, both the continuance of the 6 per cent. rate on dividend on C.P.R. and a cession on a section of the road were ignored, and the stock responded solely on the strength of the balance of the New York market. After the payment of the dividends a surplus of $2,400,000 is shown in the half-year's operation of the road, and consequently hopes of in the current six months' earnings will be necessary to counteract this account. Coal was rather freely dealt in to-day without showing a disposition to rally from the recent low level, and as a matter of fact the price touched a new low point, at 50¾. The fractions were not dealt in, but holders advanced prices slightly. A little Crow sold at 185 and less, but theoritically is still extant as to the reason for price at which this stock is being held. Niagara and Richelieu in the Navigations changed hands at reductions from previous sales. Rumor was rather free, with estimated losses of British America and Western Assurance in the Baltimore blaze, and the joint amount in which the two companies might be involved was placed in neighborhood of $600,000. There was no selling of either stock to-day, but Western was current at 142, with cut quds. Investment issues were quiet and about unchanged.

* * *

At Boston to-day Dominion Coal closed bu 58⅝, asked 59¼, and Dominion Steel bid 8⅞, asked 9.

* * *

London market demoralized, further decline 3 points Japan and Russian bonds, and ⅝ in consols at 86⅝.

* * *

Baltimore fire losses estimated from $75,000,000 up to $150,000,000.

* * *

Thirty-eight roads, fourth week January, show average gross increase of 11.54 per cent.

* * *

Good demand for stocks in lean crowd, especially Pennsylvania and Atchison.

* * *

Banks lost to sub-Treasury since Friday $2,000.

* * *

Russia attempting to raise $200,000,000 loan in Europe, success not considered likely.

* * *

J. L. Campbell & Co.'s London cable to-day quoted Hudson Bay shares at £35½.

* * *

Kuhn, Loeb & Co. announce that the $50,000,000 four and a half per cent. Pennsylvania Company's notes have all been placed.

* * *

Kidder, Peabody & Co. report as entirely disposed of issue of $6,000,000 two-year five per cent. gold notes of Missouri Pacific Railway; price was 99¾ and interest.—Dow.

* * *

Washington: Treasurer Roberts, under former concessions granted, has authorized telegraphic transfer of $1,330,000 cap. Francisco to Tacoma.

* * *

Cates' following is said to be still long of Union Pacific, and for that reason is believed to have helped the operations to strengthen United States Steel for the sake of its bearing effect on the rest of the market. Reconsidering Rapid Transit acted better.—Dow Jones.

* * *

Joseph says: Those who are short on Pennsylvania, Pacific or Atchison should cover on weak spots, reselling on spurts. Drives against St. Paul and Consolidated Gas are unfounded. Lay Pacific Mail, U. C. I. or Steel preferred conservatively.

* * *

Butte: There is a story current that controlling interest in Anaconda Company has passed out of possession of Amalgamated Company and that surprises are in store for next meeting of stockholders.

* * *

It is announced that Amalgamated Company has sold all its company store interests in Butte, Anaconda and Hamilton to D. J. Hennessy, who has been manager of mercantile interests of the company. By this action they hope to remove one of the strongest reasons for company's unpopularity in Montana.

* * *

The report presented at the annual meeting of Toronto Electric Light shareholders to-day showed the income for the year was $630,263.59, and expenditure, $362,489.74, leaving a net profit of $267,013.85, out of which dividends at the rate of 7 per cent. per annum were declared, leaving a balance for profit and loss of $85,643.41. The number of incandescent lights furnished by the company increased 21,000 during the year.

* * *

Traders were considerably disappointed over the action of London in our market, and this buying caused traders to cover shorts in a rather extensive manner. There is an absence of any pressure of stocks on the market, and as a result traders are disposed to be bullish for a time, and to look for some further rally, but there will be considerable selling on the advance.

* * *

We find bearish sentiment considerably modified this morning, and traders are pointing out the fact that the market has declined steadily for an unusually long period, that prices have gone down very materially, and that there has been no reaction of any importance during the past ten days. Evidence of banking support this morning induced many traders to shift to the long side for a turn, but the market is sensitive and will respond quickly to any developments.—Town Topics.

* * *

C. Head & Co. to R. R. Bongard: To-day's rally can only be ascribed to technical circumstances, where the absence of marked selling pressure made it comparatively easy to bid up prices on a somewhat extended short interest after an unusually sharp decline. The absence of outside buying demand was plainly evident, and it seems to us the developments of the past few days must ultimately result in lower prices. The leading financial interests will naturally endeavor to check acute weakness, but liquidation of insurance companies' investments must be considered in any forecast of the market's future. If the public would not come into the market a month ago with very easy money and strong bull manipulation, assuredly there is nothing in the present situation to attract outside buying. Rallies may come when technical conditions are favorable, but we believe sales made on all rallies will prove profitable.

### Railroad Earnings.

Toronto Railway, last week, $40,188.87, increase $3,769.30.

Texas, fourth week, increase $21,232.

Wis. Central, first week, $96,000, increase $490.

### On Wall Street.

McIntyre & Marshall wired J. G. Beaty, King Edward Hotel at the close of the market to-day:

The surprising upturn in the market today was due mainly to the reappearance of renewed good buying by some of the largest interests. Brokers who usually trade for these people turned up as large buyers of stocks generally on the opening.

Most of the buying in Steel was credited to the Morgan interest. It turned out that the market had been heavily oversold on the break yesterday by the trading element, and about the last of the thinly margined speculative accounts with commission houses had been cleaned.

The efforts to cover accelerated the advance as the day progressed, and before the close most of yesterday's declines had been regained.

In many quarters the rise was regarded as forced, but nevertheless the day's events clearly show that the largest and most influential interests are still inclined to support prices.

This is encouraging, but it is not believed that under the existing conditions any revival of real active bull speculation is to be expected. With war on in earnest and the foreign markets demoralized and the worst known of the enormous Baltimore losses, it is contended all the bad news is in and has been discounted.

It remains to be seen, however, what may transpire to the foreign markets, and whether or not the money markets can escape the disturbance which is usually caused by a great war and by such a complete destruction of property which took place in the Baltimore fire.

The National Board of Fire Underwriters estimates the fire losses in property at finly $100,000,000, while Paris claims that Russia has contracted a war loan of $300,000,000. The stirring war news of to-day seemed to have little influence, neither did the reports of a great panic on the St. Petersburg Bourse, and the heavy closing tone to the markets at Paris, Berlin and London.

Foreign houses here in fact ended the day as buyers to the extent of about 40,000 shares on balances. It was hard to trace the character of this buying among the foreign houses. Some thought it was partly covering of shorts, while many others believe it might have been orders cabled from this side for sentimental effect to help along the rally.

McMillan & Maguire received the following from Floyd, Crawford & Co.: Wall-street was treated to a pleasant surprise to-day by the appearance of organized support in the stock market, a scarcity of stocks and an oversold condition, which resulted in a sharp recovery from the depression of yesterday. Our opinion is that the outlook for to-morrow favors a further extension of the rally, but in that event we would sell Pennsylvania short. We are bearish on that stock. In regard to Steel preferred, on which we became bullish last week, at the new prices we would say that we would not ignore fair returns in this stock. It will probably advance moderately to-morrow from closing prices on account of the better prospects in the steel trade, but there are so many uncertain factors at present existing that nothing but a trader's market is probable, and the active stocks will act accordingly. The war news today was unfavorable, but war has been discounted as we said yesterday. The fact that the insurance companies will not suffer as heavily as anticipated caused favorable comment. We are still bullish on Sao Paulo, and believe they should be bought and held.

### Money Market.

The Bank of England discount rate is 4 per cent. Money, 2 to 2½ per cent. The rate of discount in the open market for short bills, 3¾ per cent.; three months' bills, 3¾ to 3⅞ per cent.: New York call money, highest, 2 per cent.; lowest, 1⅝ per cent.; last loan, 2⅛ per cent. Call money in Toronto, 5½ to 6 per cent.

### Foreign Exchange.

Messrs. Glazebrook & Becher, exchange brokers, Traders' Bank Building (Tel. 1231), to-day report closing exchange rates as follows:

| | Between Banks Buyers | Between Banks Sellers | Counter |
|---|---|---|---|
| N.Y. Funds | 1-64 prem | 3-64 prem | 1-8 to 1-4 |
| Mont'l Funds | 10 prem | 10 prem | 1-8 to 1-4 |
| 60 days sight | 8 11-16 | 8 3-4 | 9 to 9 1-8 |
| Demand Sty. | 9 5-16 | 9 3-8 | 9 5-8 to 9 3-4 |
| Cable Trans. | 9 7-16 | 9 1-2 | 9 3-4 to 9 7-8 |

Rates in New York.

| | Posted. | Actual. |
|---|---|---|
| Sterling, 60 days | 4.83¾@4.82¾ | to ... |
| Sterling, demand | 4.86 | 4.85¾ to ... |

### Price of Silver.

Bar silver in London, 26d.
Bar silver in New York, 56¾c.
Mexican dollars, 43½c.

### Toronto Stocks.

| | Feb. 8. Last Quo. Ask. | Bid. | Feb. 9. Last Quo. Ask. | Bid. |
|---|---|---|---|---|
| Montreal | ... | 245 | ... | ... |
| Ontario | ... | 125 | ... | 125 |
| Toronto | ... | 227 | 232 | 228 |
| Commerce | 152 | 150¾ | ... | 150¾ |
| Merchants' Imperial | 215 | 213 | 215 | ... |
| Dominion | 227 | 225 | 228 | 225 |
| Standard | 230 | 225 | ... | 225 |
| Hamilton | 210 | 203½ | ... | 203½ |
| Nova Scotia | ... | ... | ... | ... |
| Ottawa | 215 | ... | 215 | ... |
| Traders | 139 | 136½ | ... | 136 |
| Royal | ... | ... | ... | ... |
| Brit. America | 100 | 95 | ... | ... |
| West. Assurance | 96 | ... | 94 | ... |
| Imperial Life | ... | 149 | ... | 140 |
| Union Life | ... | ... | ... | ... |
| National Trust | ... | ... | ... | ... |
| Tor. Gen. Trusts | ... | ... | ... | ... |
| Consumers' Gas | ... | ... | ... | ... |
| Ont. & Qu'Appelle | ... | 94 | ... | 94 |
| Canada Life | ... | ... | ... | ... |
| Can. N.W.L. pf. | ... | 98 | ... | 98 |
| do., com | ... | ... | ... | ... |
| C. P. R. | 115½ | 115¼ | 116¾ | 116⅝ |
| M. S. St. Paul | 122 | 118 | 124 | 120 |
| do., com. | 62 | 56 | 50½ | 50¼ |
| Tor. Elec. Light | ... | 131 | 135 | 131½ |
| Can. Gen. Elec. | 142 | ... | 145 | 139 |
| do., pref | ... | ... | ... | ... |
| London Electric | 100 | ... | 100 | ... |
| Com. Cable | 185 | 180½ | 187½ | 186 |
| Cable, coup. bonds | ... | ... | ... | ... |
| Cable, reg. bonds | ... | ... | ... | ... |
| C. N. R. bonds | ... | ... | ... | ... |
| London St. Ry. | ... | ... | ... | ... |
| Dom. Telegraph | ... | ... | ... | 117 |
| Richelieu | 81 | ... | 82 | 80½ |
| Niagara Nav. | ... | 110 | ... | 112 |
| Northern Nav. | ... | ... | 89 | ... |
| St. Law. Nav. | 112 | 105 | 115 | 105 |
| Toronto Ry. | 100 | 96 | 100 | 97½ |
| Bell Telephone | ... | ... | ... | ... |
| Twin City, xd. | 88¾ | 88½ | 90 | 88¾ |
| Winnipeg St. Ry. | ... | 100 | ... | 100 |
| Sao Paulo | 90 | ... | 92 | 88 |
| Toledo Railway | ... | ... | ... | ... |
| Luxfer Prism | ... | ... | ... | ... |
| Packers (A), pf. | ... | ... | ... | ... |
| do (B), pref | ... | ... | ... | ... |
| Dom. Steel, com. | 9 | 8 | 9 | 8¾ |
| do., bonds | ... | 52 | ... | ... |
| Dom. Coal | 59½ | 59¼ | 60 | 59¼ |
| N. S. Steel, com. | 76½ | 74 | 77 | 76 |
| do., pref. | ... | ... | ... | ... |
| do., pref | ... | ... | ... | ... |
| Lake Superior, com. | ... | ... | ... | ... |
| Canada Salt | 117 | ... | 117 | ... |
| War Eagle | ... | ... | ... | ... |
| Payne Mining | ... | ... | ... | ... |
| Cariboo (McK.) | ... | ... | ... | ... |
| Virtue | ... | ... | ... | ... |
| North Star | ... | ... | ... | ... |
| Crow's Nest Coal | 350 | ... | 350 | ... |
| Republic | ... | ... | ... | ... |
| Rossland Stocks | | | | |
| Rossland Stocks | | | | |
| Rossland Stocks | | | |