

In reply to His Excellency's enquiry, I have the honor to state that the lands to come to the Crown under the arrangement you refer to is, First, Lot marked and known as No. 15, in block 70, on Mr. Mactavish's plan, submitted to His Excellency the Governor with his letter of July 29th, 1862. Said lot is on the water side of Wharf street, at the foot of Broughton street, and was originally reserved as a site for the Harbor Master's Office, being the lot intended to have been surrendered by the Indenture of 3rd February, 1862, but which was therein erroneously described as situated at the foot of Fort street.

Second, Two lots on Government street, respectively marked on the plan Nos. 1605 and 1607, and adjoining the lot marked No. 1603, surrendered to the Crown in the Indenture above mentioned, and designated in former correspondence in reference to this subject as the Post Office lot.

With regard to the lot marked Z on the plan, also mentioned in your letter, I have very respectfully to state that this lot cannot be conveyed to the Crown for the reason that it has long since been sold to a third party whose rights were distinctly reserved ("saved") by the terms of the arrangement referred to in your letter under reply.

And in reply to His Excellency's query respecting a formal conveyance of the above mentioned property, I have to state that these lots are at His Excellency's immediate disposal on behalf and for the uses of the Crown; and that the Hudson's Bay Company's Agents here are authorized under power of attorney, and are ready at once to execute a formal conveyance of all the right and title of the Company therein.

I have, &c.,

(Signed)

WILLIAM FRASER TOLMIE.

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