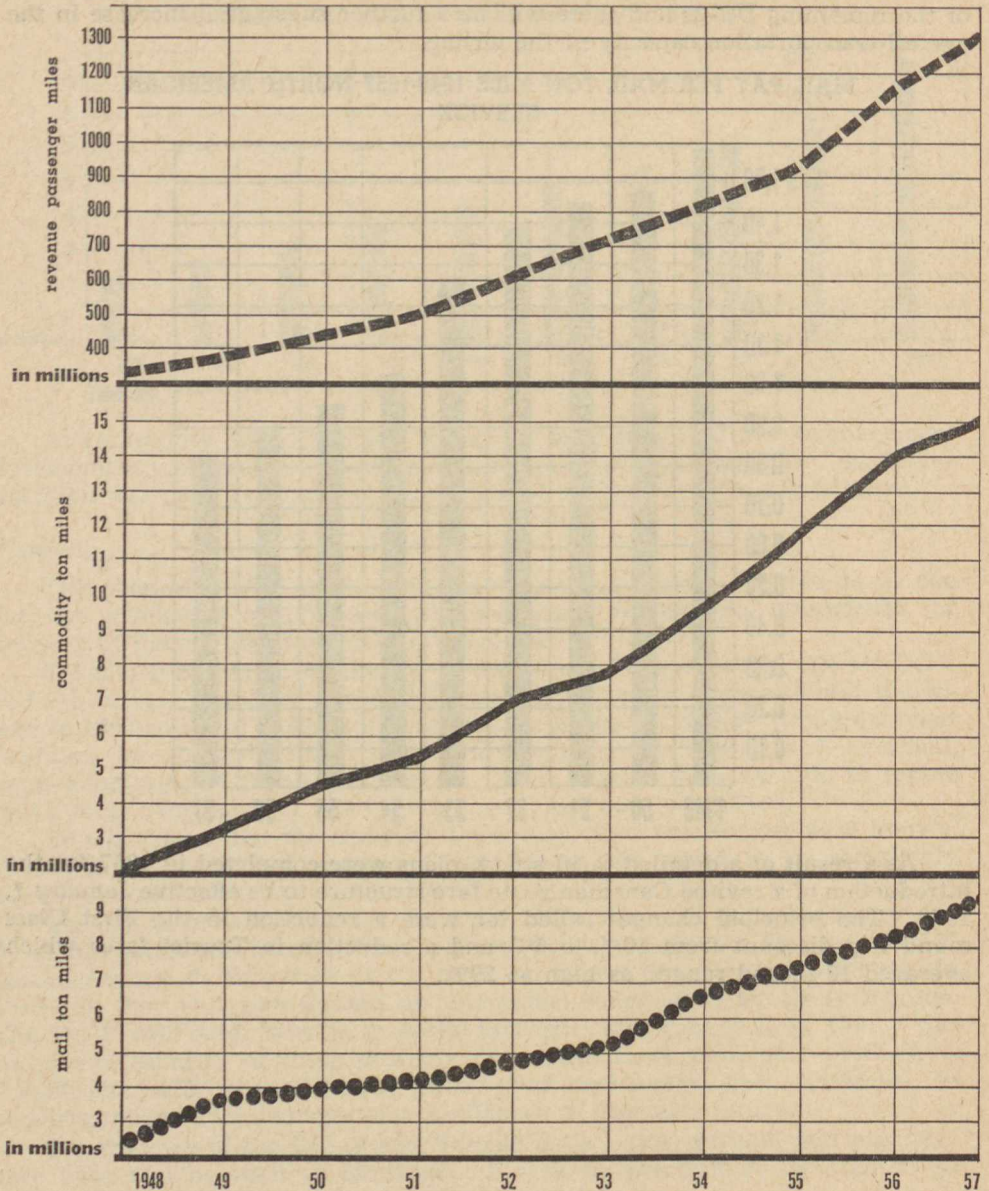


GROWTH OF PASSENGER, COMMODITY & MAIL TRAFFIC 1948-1957



These passenger fare changes bring about virtually the same relationship between First and Tourist class fares as exists in the United States, and place air travel within the economic reach of a larger number of Canadians.

It should be noted that the Tourist tariff reduction occurred at a time when all the larger airlines in the United States were granted a general interim fare increase of 4% plus \$1.00 per one-way ticket.

The directors value the opportunity provided by the Company's annual report to publicly record their recognition and appreciation of the high quality of the work performed, and the unremitting care exercised by the personnel of TCA.

For the Directors,
G. R. McGREGOR,
President.