

ably increase with the development of the work of the University.

It is feared that this decline in the rate of income from investments will continue to be felt for some time to come.

Without reducing the work of the University, a course which would be detrimental alike to its own interests and those of education in the Province of Quebec, it would be impossible to make any effective reduction of the expenditure, in which the Governors have already made such retrenchments as they consider safe, having due regard to efficiency.

In spite, therefore, of the large donations which it has received within recent years (mainly for special purposes), the University is at the present moment conspicuously in need of further financial assistance, in order to bring the revenue to an equality with the expenditure. To accomplish this, a sum of not less than \$400,000 is urgently needed, and there is no way in which the friends of the University can more effectively promote its welfare than by securing such a contribution to its General Funds. Without such assistance the Board feels that the University will be very seriously handicapped in the effort to go forward with the educational work which makes ever-increasing demands upon its resources.

WANTS OF THE UNIVERSITY.

Among the other wants of the University, a brief reference may again be permitted to the need for further endowments in the Faculty of Arts, a Biological building, residential accommodation for students, an Art Museum, a Gymnasium, a larger number of Entrance Scholarships, Research Fellowships, and an increase in