

Steamer "*Union*" is still laid up as mentioned in last Report.

Car Ferry steamers "*Michigan*," "*Great Western*," "*Transit*," and "*Saginaw*," are in ordinary good condition.

During the half-year heavy repairs were effected upon the boilers of steamer "*Great Western*." The steamers "*Great Western*" and "*Transit*" have been fitted with steam heating apparatus in place of stoves, in order to remove the risk from fire which existed with the use of stoves for heating purposes.

Steamer "*Saginaw*" is about undergoing slight repairs.

BUILDINGS AND TOOLS.

These are in ordinary condition and repair. Our new car works at London are giving entire satisfaction, and the locomotive works at Hamilton are in usual condition.

Your obedient Servant,

JOHN ORTTON,

Acting Mechanical Superintendent.