

Before turning to another aspect of my subject, I should like to remind the House that the only limits the government is prepared to place upon Canada's war effort are those imposed by the extent of our resources, both human and material, and by our capacity for sacrifice. We will make financially possible, the utmost effort the people of Canada are physically and morally capable of making.

The policy of the government in this respect was clearly set forth by the present Minister of National Defence when, as Minister of Finance, he brought down the budget on June the 24th. Let me repeat his words:

"I need hardly say that our war effort is not in any sense to be limited by any such financial calculations or by what we can comfortably accomplish. We must make the maximum effort of which this country is capable. Financial provision can be made and will be made for whatever it is physically possible for us to produce or to procure in the way of war services, supplies and materials. The limits of our effort are not fiscal; if there are any such limits they are physical, mental and moral--by that I mean the physical limits of our resources and the mental and moral capacity of Canadians to bear burdens and make sacrifices."

A similar statement of government policy was made by the present Minister of Finance at the close of the review he gave the House of our war finances on July the 30th, when he said:

"See that Canada does her utmost--on the land, on the sea and in the air--and the cost,