Governments, or His Majesty's Government, would defray the expenses and cost of transportation. The Canadian Government could also deal in a similar manner with those who cross the southern frontier voluntarily—provided they are not naturalized Americans.

The Committee, on the recommendation of the Right Honourable the Secretary of State for External Affairs, advise that Your Royal Highness may be pleased to forward copies of this Minute, if approved, to the Right Honourable the Secretary of State for the Colonies for the information of the War Office, and also to His Majesty's Ambassador at Washington.

All of which is respectfully submitted for approval.

79. Governor General to Colonial Secretary

TELEGRAM

Ottawa, October 6, 1914

SECRET. The Dominion Government offers to place and maintain in the field a second oversea contingent of twenty thousand men. If the offer be accepted, what form should that contingent take? Having parted with nearly all our 18-pounder guns, we cannot offer a complete division; but besides infantry, we could furnish mounted rifles and units fighting or administrative required for special purposes.

ARTHUR.

80. Prime Minister to Acting High Commissioner in United Kingdom

TELEGRAM

Ottawa, October 7, 1914

Following from White. Referring previous cables respecting increased loan we have determined to take immediate steps to organize and send second contingent of twenty two thousand. Think can get along until end March if you can arrange for additional amount asked for preferably three million pounds. My burden will be heaviest between now and January on account maturing Treasury Bills and interest and subsidies end December. Intend imposing heavy additional taxation coming Session. Expenditure will be more controllable next year.

BORDEN

81. Colonial Secretary to Governor General

DESPATCH 774

London, October 8, 1914

I have the honour to acknowledge the receipt of Your Royal Highness's despatch No. 551 of the 22nd ultimo enclosing a Minute of the Privy Council regarding a loan of £7,000,000 from the Bank of England to the Dominion of Canada.