freight is considered earned if the vessel be lost the day after leaving loading port.

For this reason no working capital is required to be subscribed by the shareholders of the new Company.

THE INITIAL PROGRAMME of the Company will be to provide for four Sailing Vessels to class at Lloyd's A1 twelve years, estimated to cost $250,000.00 each.

In connection with this initial programme, the Government of the Dominion of Canada has authorized the Minister of Finance, by Order in Council dated December 24th, 1919 (P.C. 2565), to advance a sum not exceeding $175,000.00 per vessel, to be secured by a First Mortgage on each ship, bearing interest at the rate of six per cent. per annum, as may be necessary to complete the construction of each ship above the sum of $75,000.00.

Interest on the Government advance at the said rate of six per cent. per annum is to be paid, and the owners shall then have the right to take out of the operating revenue enjoyed by each boat the sum of $4,500.00 annually. This is estimated to provide for interest at six per cent. per annum upon the shareholders' subscriptions, to the amount of $75,000.00 per ship. The balance of the net earnings shall be paid on account of the Government advance, and interest on the mortgage chargeable from thenceforth only on the sum then left due.

SECURITY OF INVESTMENT

With the practical and experienced men who will conduct the Company's affairs, there will be no problems to solve and no need to try experiments of any kind.

All the factors from beginning to end are known ones, every hazard and risk can and will be insured, capital will be absolutely safeguarded, and all business transactions conducted on sound principles. In the formation of the Company there is no watered stock, no promoters' shares. Every investor will get the return due on his capital.

It will thus be readily apparent that an opportunity is now offered to the investors of acquiring ship property on exceptionally advantageous terms, and there is every reason to believe that under proper management, the operations of the Company will be successful and profitable.

The qualification of a Director is the holding of one share.