

Sir HENRY THORNTON: As a matter of fact, the government and ourselves do not go into the money market simultaneously. That is subject to the decision of the Minister of Finance. The government and ourselves keep out of each other's way.

The CHAIRMAN: The object of Mr. Heaps' question is to determine in his own mind whether the method of financing by the railways is effective and whether it is profitable. That is what he wants to get at.

Mr. HEAPS: I know it is difficult to obtain an answer to that question at a moment's notice, but possibly Mr. Grant might bring down a statement at some other time.

Mr. GRANT: Yes, I will do that.

Mr. FAIRWEATHER: We now pass to the Eastern lines, having completed the income account of the Canadian National Railways.

EASTERN LINES

ANALYSIS OF 1930 RESULTS OF OPERATIONS AS COMPARED WITH 1929

Under the provisions of the Maritime Freight Rates Act of 1927, separate accounts are shown for the lines east of Levis and Diamond Junction (Eastern Lines).

The Income Statement for the Eastern Lines is shown on page 43 of the Annual Report, with supplementary details of revenue and expenses on pages 44-48.

RAILWAY OPERATING REVENUES—RAILWAY OPERATING EXPENSES—NET DEFICIT FROM RAILWAY OPERATIONS

A comparison of the Monthly Revenues, Expenses and Net Deficit from Railway Operations follows:—

	<i>Railway Operating Revenues</i>			
	1930	1929	Increase	Decrease
January..	\$2,184,108	\$2,195,862		\$ 11,754
February..	2,363,318	2,222,862	\$140,456	
March..	2,883,287	2,666,562	216,725	
April..	2,809,595	2,660,642	148,953	
May..	2,560,727	2,586,512		25,785
June..	2,300,917	2,426,633		125,716
July..	2,263,478	2,725,951		462,473
August..	2,344,058	2,747,002		402,944
September..	2,176,841	2,613,688		437,647
October..	2,289,204	2,634,656		345,452
November..	2,082,352	2,424,169		341,817
December..	2,341,468	2,713,468		372,000
Total..	\$28,598,553	\$30,618,007		\$2,019,454

	<i>Railway Operating Expenses</i>			
	1930	1929	Increase	Decrease
January..	\$2,761,321	\$2,525,341	\$235,980	\$
February..	2,716,828	2,624,743	92,085	
March..	2,780,080	2,624,428	155,652	
April..	2,693,334	2,636,804	56,530	
May..	2,890,469	3,078,857		188,388
June..	2,882,648	3,356,598		473,950
July..	3,111,047	3,326,656		215,609
August..	3,073,671	2,943,627	130,044	
September..	2,692,591	2,652,499	40,092	
October..	2,517,984	2,558,817		40,833
November..	2,433,121	2,604,303		171,182
December..	2,475,421	2,862,709		407,288
Total..	\$33,028,515	\$33,815,382		\$786,867