

CANADIAN COMMON STOCKS

RAILROADS

The sum of \$126,000 has been assigned to this type of security and although the affairs of the Canadian Pacific Rail- are in a somewhat uncertain state at present we believe the long term outlook to be good and would recommend the retention of 7,500 shares of this stock which at present market levels makes an investment of \$127,500.

PUBLIC UTILIFY

Of the five stocks in this category now held by the Uni- versity we consider Montreal Power and Shawinigan to be attract- ive. The others possess but limited opportunity for long term profit due to artificial situations and should be discarded.

We would suggest that the University concentrate its in- vestment, in this field, in Montreal Power, Shawinigan and British Columbia Power "A" as follows:

<u>Shares</u>	<u>Security</u>	<u>Cost</u>	<u>Income</u>	<u>Yield</u>
4,400	British Columbia Power "A"	\$123,200.	\$8,800.	7.15%
3,300	Montreal Power	125,400.	4,950.	3.95%
3,800	Shawinigan Water & Power	125,400.	7,600.	6.05%
	TOTAL	\$374,000.	\$21,350.	5.70%

INDUSTRIAL

With the exception of Canadian Industries and Imperial Oil we recommend the complete disposition of all stocks of this class now held.

The table below is designed to show the securities we con- sider to be most representative of Canada's basic industries. In addition to the names of the securities we have included the amounts, cost, income and yield of the stocks of which we suggest acquisition or retention.

<u>Shares</u>	<u>Security</u>	<u>Cost</u>	<u>Income</u>	<u>Yield</u>
300	Canadian Industries	\$30,000.	\$1,350.	4.50%
500	Cons. Smelters	32,500.	3,687.50	11.30
1600	Eastern Dairies	32,000.	1,600.	5.00
2800	Imperial Oil	30,800.	1,400.	4.55
3100	International Nickel	31,000.	1,240.	4.00
2800	Loblaw Groceterias "B"	30,800.	2,240.	7.25
1400	McIntyre-Porcupine	30,800.	1,400.	4.55
1300	Steel Co. of Canada	31,200.	2,275.	7.30
	TOTAL	\$249,100.	\$15,192.50	6.10%

FINANCIAL

Of the seven stocks held in this division we would recom- mend retaining the following three in the amounts stated.

<u>Shares</u>	<u>Security</u>	<u>Cost</u>	<u>Income</u>	<u>Yield</u>
1100	Bank of Montreal	\$258,500.	\$15,400.	5.95%
560	Royal Bank of Canada	129,360.	7,840.	6.05
3500	Royal Trust	262,500.	12,600.	4.80
	TOTAL	\$650,360.	\$35,840.	5.50%