

product, paper, from Canada in the United States,—but when Canada exports her paper to England or any other foreign country, she not only has to compete against paper and pulp manufactured in Norway and Sweden, but also comes into competition with paper and pulp manufactured in the United States, from Canadian wood obtained from Canada almost for nothing. In addition to all this, the Canadian manufacturer to-day labors under great difficulties. He has to import from the United States the greater portion of his machinery and the clothing of his paper machines,—consisting of felts and wires,—which amount to many thousand dollars a year ; he has to use coal that is protected by the Canadian Government to the extent of 60c per ton ; he has to import his china clay from England, and the best grindstones also from the same place ; he has to bring his sulphur from Sicily, and his chemicals from various countries of the world ; he has to employ his expert labor from the United States, and which is controlled by a union which curtails his production, and which union while enforcing this rigidly on Canadian manufacturers, makes exceptions in the United States. We are also handicapped in our export trade during the winter months by the long haul to our winter ports.

To sum up the whole matter, it appears very much as if the Canadian Government did not want to increase the manufacture of pulp and paper in Canada, but rather would prefer to supply American manufacturers with their raw material, and be satisfied with a small revenue derived from the same. In conversation with a capitalist in New York two or three weeks ago, and who is largely interested in Canadian Timber limits, I used the argument that if Canada prohibited the exportation of pulp wood until such time as the American Government abolished or diminished its duty on pulp and paper, the American manufacturers would in a very short while remove their mills to Canada. This gentleman, after arguing this point for a long time said :—

“I believe that what you say is correct, but I cannot understand why you, representing a large manufacturing