

holders in the United States, because they are traded on the market. I have not got a list of the Anglo-Canadian Telephone Company's shareholders with me.

Mr. CROUSE: This question arises out of a question asked by Mr. Winch, I believe. Are these common shares available on the market at the present time?

Mr. FARRELL: Yes. I see there were some sales yesterday on the Toronto market.

The CHAIRMAN: Any other questions gentlemen?

Mr. BROOME: From my calculations it appears that the British Columbia Telephone Company is 75 per cent owned in Canada; 75 per cent owned outside the United States mainly in Canada.

Mr. FARRELL: Well, that is hardly correct.

Mr. BROOME: I have taken half of your Anglo-Canadian Telephone Company, and you have to add that to your 58 per cent.

The WITNESS: That is correct.

Mr. SMITH (*Lincoln*): Have any of the municipalities, for instance Vancouver or Victoria, raised any objection to the increase of the capital of this company?

Mr. FARRELL: No. We have advised them all and have sent them copies of our submission to Ottawa. We have had no objection from any of them.

Mr. MACDONALD (*Vancouver-Kingsway*): A number of the individual shareholdings are in the form of investment companies' investments and you cannot really say whether the investment company is Canadian or whether its shareholders are really in the United States.

Mr. FARRELL: No. Some of these holding companies which have been formed are buying all kinds of shares of Canadian corporations. The chances are that some of our shares end up in those hands.

Mr. MACDONALD (*Vancouver-Kingsway*): It would be very hard for you to say to what extent the company was owned in Canada because here you have a corporate investment. It is a holding company and that company might be owned in the United States but would be counted as a Canadian investment.

Mr. FARRELL: We would have rather few of those because they have been buying shares which are trading more freely on the market than ours, like the large public utilities, large Canadian companies and big industrials.

Mr. MACDONALD (*Vancouver-Kingsway*): Would you agree that a block ownership of about 35 per cent by Anglo-Canadian would be control of the company?

Mr. FARRELL: It is not control, but could be said to be effective control.

Mr. MACDONALD (*Vancouver-Kingsway*): From what company do you purchase your telephone equipment and supplies?

Mr. FARRELL: We have a purchasing company which is a purchasing agent, Canadian (B.C.) Telephones and Supplies.

Mr. MACDONALD (*Vancouver-Kingsway*): Is that owned by your company in part?

Mr. FARRELL: Owned by Anglo-Canadian Telephone Company.

Mr. MACDONALD (*Vancouver-Kingsway*): It is a wholly owned subsidiary of Anglo-Canadian?

Mr. FARRELL: Yes.

Mr. MACDONALD (*Vancouver-Kingsway*): I realize the importance of your expansion program, but the question I have is this: with your equity of