

expended on capital account in respect of the enterprises under their control; also such other information as appears to the Trustees to be of public interest or necessary for a reasonable understanding by Parliament of any situation then existing, or as may be required from time to time by the Governor in Council. 5

Continuous
audit by
independent
auditors.

14. A continuous audit of the accounts of all the enterprises under the control of the Trustees pursuant to this Act shall be made by independent auditors appointed by Parliament in each year. The auditors shall make a report to Parliament in respect of their audit calling attention to any matters which in their opinion require consideration, or any remedial action. The auditors shall be paid by the Company such amounts as are from time to time approved by the Governor in Council. 10 15

Report to
Parliament.

Payment.

PART II.

CO-OPERATION BETWEEN THE NATIONAL COMPANY AND THE PACIFIC COMPANY.

Definitions.

"National
Company".

15. In this Part, unless the context otherwise requires, (a) "National Company" means the Canadian National Railway Company, and includes any company comprised in the Canadian National Railways, as defined in the said Act, or allied enterprises, and also the Company in its capacity as Manager of certain of the Canadian Government Railways entrusted to it by Order in Council; 20

"Pacific
Company".

(b) "Pacific Company" means the Canadian Pacific Railway Company and includes any company comprised in its system or controlled by or allied with it. 25

Co-operative
measures,
plans and
arrangements
by C.N.R.
and C.P.R.

16. (1) Notwithstanding anything to the contrary in any statute, the National Company and the Pacific Company in the interests of economy shall adopt forthwith, or as soon as practicable, such co-operative measures, plans and arrangements as shall, consistently with the proper handling of traffic, be best adapted to the removal of unnecessary, wasteful or uneconomical services, to the avoidance of duplication in services or facilities, and to the joint use and operation of all such properties as may conveniently and without undue detriment to either party be so used, and to the meeting of competition in traffic in any form. The parties shall endeavour to make fair and reasonable adjustments and arrangements so that the burden and advantage of all such economies shall be shared as nearly as possible on an equitable basis between them. 30 35 40

May be
effected by—

(2) Any such measures, plans or arrangements may, where deemed desirable, include or be effected by means of—