Add on account of interest being payable in New York exchange as of May 28th, 1920—12-17/32 (12.53) per cent. .......... 91,095 60

Total annual interest on bonds issued between January 1st, 1920, and June 1st, 1920, payable in New York... .......... $818,115 60

Every time the rate of exchange goes down one per cent. the Province loses on Norris Government issues:

1 per cent. on $25,298,000.00 .......... $252,980 00

And in addition:

1 per cent. on $1,417,000.00, annual interest .......... 14,170 00

Or a total loss .......... 267,150.00

On 1920 issue:

1 per cent. on $12,617,000.00 .......... $126,170 00

1 per cent. on $727,020.00 .......... 7,270.20

A total loss of .......... $134,440.20

**Average Rate of Interest:**

Roblin Government issues:

Annual interest, $1,173,102 41 on $27,323,273 00 bonds, or .... 4 29 per cent.

Norris Government issues:

Annual interest, $1,417,000 00 on $25,298,000 00 bonds, or .... 5 60 per cent.

Or an increase in rate of interest of .......... 1 31 per cent.

Average rate of interest has been increased 1.31 per cent. on par value, and in addition the Province, on May 28th, 1920, sustained a loss by reason of principal and interest being payable in New York:

On account of principal .......... $3,250,154 55

On account of interest .......... 3,551,000 00

$6,801,154 55

And a further loss in the event of rate of exchange with New York increasing beyond 12-17/32:

For every one per cent. of .......... $267,150.00

On the $2,000,000.00 five year 6 per cent., sold to Wood, Gundy at 89.66, New York funds, date of issue May 15th, 1920, the cost to the Province in New York funds was 8.70 per cent. plus exchange at 12-17/32 per cent., namely 1.09, making a total of 9.79 per cent. per annum that the Province is paying for this money.

Public Accounts for the year ending November 30th, 1919, show outstanding liabilities in the shape of Treasury Bills as follows:

| | | |
|---|---|---|
| Page 12—Current balance sheet for outstanding revenue | $1,020,000.00 | |
| Patriotic levy purposes | 600,000.00 | |
| Seed grain purposes | 100,000.00 | |
| | | $1,720,000.00 |
| Other accounts | | 535,017.43 |
| Page 12—Capital balance sheet, Drainage and Judicial purposes | $80,000.00 | |
| Other capital purposes | 2,843,000 00 | |
| | | $2,923,000.00 |
| | | $5,178,017.43 |

Schedule of Treasury Bills. Page 38 Public Accounts. Brown's Statement, Free Press, May 10th, 1920.

Public Accounts, 1918-1919, as at November 30th, 1919.