

last proposals indicated above. An immediate cash payment of \$7,000,000 was provided for to pay off the floating debt and the right of possession by the Government was made to depend upon the failure of the Company to pay 12 months interest, and it was provided the balance of the \$22,500,000 should be paid as the work progressed, the whole to be secured by mortgage of the whole line. In moving the House into Committee of the Whole on the resolutions (Feb. 5), Sir Chas. Tupper made a statement regarding the position and progress of the work. He submitted data showing that on the line between Callander and Port Moody, the Company had expended \$23,743,305 over their receipts from Government subsidy. He expressed the belief that the line would be completed in five instead of ten years, and the hope that it would not be necessary much longer to enforce the monopoly and said, "Such is the confidence of the Canadian Pacific Railway Company, in the power of the Canadian Pacific Railway to protect itself, that when the line is constructed north of Lake Superior, the Government feel it will not be incumbent upon them to preserve the position they have hitherto felt bound to preserve, that of refusing to consent to the construction of lines within the Province of Manitoba, connecting with the American railways to the South." The Bill was opposed by the Liberals and many amendments moved, all of which were voted down.

Session of 1885.—On 10th June Sir J. Macdonald moved for Committee of the Whole to consider resolutions (1) authorizing the Canadian Pacific Railway Company to issue \$35,000,000 five per cent. first mortgage bonds, to be a first charge on all the property of the Company, except the land grant and the Algoma branch, the bonds to be delivered to the Government; (2) on the delivery of the bonds the Government's mortgage should cease and the shares held by the Government be cancelled, provided that the Algoma branch should still be held as security for the repayment of the loan advanced by the Government; (3) the whole loan of the Government to the Company (\$29,880,912) to be repaid 1st May, 1891; (4) as security for \$20,000,000 of the loan the Government should hold bonds for that amount, interest being com-