

(22) That Mr. Sweezy was solicited for these contributions appears on page 822 of the Evidence, where in answer to Mr. Lennox he states: "I could not deliver that amount of money in one fell swoop. I had to scratch it up where I could from time to time." Further on, in speaking of the \$10,000 campaign fund to General McCuaig, Mr. Lennox remarked: "You did not treat us very generously." Mr. Jacobs: "The fact that the party is in power is some indication." Witness: "They did not press me so hard, sir."

(23) The evidence on Page 826:

*By Mr. Lennox:*

Q. You said Senators Raymond and Haydon were designated as the proper persons to whom you should pay this fund? Who designated them?" Answer: "Nobody specifically designated them; I just happened to know it; they came and told me they were."

#### 14. SENATOR HAYDON

(1) The first connection of Senator Haydon with the Beauharnois project appears to be in 1924, when his firm incorporated for Senator McDougald and Mr. Henry the Sterling Industrial Corporation on the 5th July of that year and made the application of that Company to the two Departments of the Government for the right to divert 30,000 c.f.s.

(2) His firm was retained by Mr. Sweezy for the Beauharnois Power Syndicate in the fall of 1928 under somewhat peculiar circumstances.

(3) Senator Haydon has been a member of the Senate since March 11th, 1924, and was known to Mr. Sweezy to be a member of the Liberal Party who collected campaign funds. The retainer was of an unusual character. The firm demanded in excess of \$30,000 per year but Mr. Sweezy demurred and finally arranged that the firm of McGiverin, Haydon and Ebbs would be paid the sum of \$50,000, conditionally upon approval of its application by the Governor in Council. On October 3rd, 1928, this firm received a cheque from the Marquette Investment Company for \$7,500 for legal services. On page 728, Mr. Sweezy says in an interview with Mr. McGiverin, "However, by a compromise I agreed that if the thing got through, I would prefer to pay on that basis; if it went through I would pay him \$50,000, and a retainer for three years at \$15,000. . . it is human nature to work harder at a price." Asked, in the event of failure what would happen, Mr. Sweezy's answer was "Well, he would have his expenses. At least I presumed that he would have to have his expenses. . . I was sure he would charge me something for it." This arrangement was apparently made, according to Mr. Sweezy, some time prior to the 2nd October, 1928 (Evidence Page 729).

(4) On the 2nd October, 1928, a transfer was made to Mr. Ebbs of the Haydon firm, from Mr. Clare Moyer of the interest Mr. Moyer then held in the Beauharnois Power Syndicate for Senator McDougald.

(5) Mr. Ebbs, Senator Haydon's partner, acted as Syndicate Manager for some time representing Senator McDougald. The Order in Council was approved, Senator Haydon's firm was paid \$50,000 and thereafter received several cheques in pursuance of the arrangement made with Mr. Sweezy by which that firm was to be paid a retainer of \$15,000 per year.

(6) Senator Haydon was a man of note and standing in his party and was recognized as one of the official organizers of the Liberal party in Canada. Senator Haydon became the recipient from Mr. Sweezy and the Beauharnois Company of sums of money for campaign purposes, said to be in excess of half