to the Institute of Pacific Relations and the incidental expenses of the Secretariat. Mr. Macdonnell asked whether there were any possibility of obtaining grants-in-aid for these conferences from other bodies. In reply Mr. Rowell stated that the Canadian Government were unable to give any grant. Sir Joseph Flavelle felt that the Canadian Institute could not evade its responsibility on this matter. It would be a serious price for holding the Conference in Canada, if, by so doing, distinguished Oriental visitors were unable to attend, for it was essential to the success of the Conference that there should be an impressive delegation from both China and Japan - a delegation composed not necessarily of men who were able to pay their own expenses, but those who would carry weight in their communities. The discussion on this subject was adjourned until after lunch when Sir Joseph Flavelle moved, seconded by Mr. Birks, that in addition to its regular budget the Canadian Institute should make a sincere effort to assume responsibility for \$15,000. which would cover a 35,000, grant towards the travelling expenses of Oriental delegates, and \$10,000. for any other expenses which the Council might think desirable to assume in connection with the two conferences. Sir Joseph Flavelle then stated on behalf of Hr. Massey and himself, that the special grant in aid of Oriental participation would be contributed one half by the Massey Foundation, and one half by himself, and that his contribution would be in addition to his usual contribution to the Canadian Institute.

Mr. Tarr requested that the Chairman of the Finance Committee for the two conferences, Mr. Birks, and the Treasurer should, as soon as possible, let the branches know what proportion of the budget had been allocated to them to raise. Mr. Macdonnell was requested by the Chairman to consult with Mr. Birks on this subject and on the personnel of the Finance Committee. The Secretary was requested to draft an

Mr. Loomis outlined the difficulties other than financial which might make impossible complete Oriental participation in the Conference. Many members of the Chinese group felt that the programme as laid down for the Banff Conference did not lay stress on the one topic on which they were vitally interested - Hanchuria. There was also a danger that civil war might break out in the immediate future and result in a split in the Chinese group of the Institute, between the Northerners and the Southerners. It was his hope that Mr. Massey or some other member of the Canadian Council might visit China and Japan in order to encourage better feeling there and thus ensure their participation in the Banff Conference.