

However, much has been done to change other provisions contained in the February 17 budget which were of even greater concern.

That being said, Mr. Speaker, I would like to address myself specifically to the Capital Gains Tax on marketing quotas. The quotas most commonly referred to in this connection are individual milk quotas. These quotas were

made available to producers at no cost. Since the original allocation quotas have been bought and sold between producers with the result that quotas have now acquired a value. The tax would then be applied to the appreciated value. The real concern of the Federation, however, is that it is not possible to assign a valuation day value to such quota, and it is in this connection that this organization has expressed dissatisfaction.

---