

M c G I L L U N I V E R S I T Y

The following data shows the extent of our holdings in pulp and paper bonds, what these securities cost us and the condition of the market for them as it appears to A.E.Ames and Company.

\$252,500. Abitibi Power and Paper 5% due June 1st 1953. Unit book value - \$91.39

32-36

\$50,000. Canada Paper 6% due December 4th 1945. Unit book value - \$98.40

45 bid. The bid is good for approximately \$10,000., and the cheapest actual offering at the moment is at 55.

\$50,000. Canadian International Paper 6% due July 1st 1949. Unit Book Value 95.00

The general market for these bonds is in New York and the Canadian equivalent of the New York quotation is about 46-49.

\$370,375. Consolidated Paper 5-1/2% due July 2nd, 1961. Unit Book value - \$80.55

These bonds are quoted nominally at 18, but there is no market for them that we know of nor have we seen any transactions on the Street. We understand that the Department of Insurance at Ottawa has placed a value of 36 on the bonds, but we are not in a position to verify this.

\$50,000. Donnacona Paper 5-1/2% due February 1st 1948. Unit book value - \$99.08

These bonds are changing hands in the vicinity of 20 to 25, but they are very inactive.

\$50,000. Dryden Paper 6% due February 1st 1949. Unit book value - \$99.04

These bonds are quoted very nominally at 40 to 50, last sale being at 50. The market is purely an order situation and no size that we know of on the bid.

\$125,000. Fraser Companies 6% due January 1st 1950. Unit book value \$97.15

Bonds are offered at 25 in odd lots with no actual demand at the moment.

\$52,000. Fraser Companies 6 1/2% due October 1st 1942. Unit book value \$104.63

There is absolutely no demand for these debentures with the possible exception of isolated orders at 6.

\$50,000. International Paper Company 6% due March 1st 1955. Unit book value 96.31

The Canadian equivalent of the New York price at today's quotations is approximately 21-24.

\$25,000. International Power & Paper of Newfoundland 5% due January 1st 1968. Unit book value \$92.66

The Canadian equivalent of the New York price is approximately 67 to 70. These bonds are quite active and enjoy a better market than do the other paper bonds.

\$50,000. Lake St. John Power & Paper 6 1/2% due February 1st 1947
Unit Book Value \$99.04

These bonds have eased off lately, being offered at 48 with no real demand at the moment. We presume that the sinking fund has completed its operations for the time being.

\$120,000. Price Bros. 6% due February 1st 1943. Unit book value - \$99.57

These bonds are being bought in the vicinity of 50, but it is problematical whether any large block could be easily disposed of at this price.