

S. ROSENTHAL LIMITED.

This company is now in liquidation. It has until quite recently carried on business in Montreal and in connection with that business imported large quantities of goods from the United States in the form of automobile accessories. Samuel Rosenthal, who was associated with his brothers in the company, appears to have been the principal proprietor and the one most active in the business.

This company appears to have made it a practice to pass its goods at Customs at an undervaluation and on an invoice made out by the company itself, to which the name of the exporter was subscribed, and sworn to be the original invoice. This method of defrauding the Government was apparently carried on either by or at the instigation of Samuel Rosenthal. During the short period covered by investigating officers, the value of the goods imported was \$8,953.62 and these were entered at Customs at \$4,263.72, or in other words, they were passed at Customs at practically one-half of their true value.

In July, 1926, a seizure was made of goods so imported by this company and at the time of our investigation in June, 1927, the seizure had not yet been disposed of.

Recommendations

That a further investigation be made to ascertain the extent to which the Crown has been defrauded of its revenues by these transactions and that action be taken to recover the amount of the losses, and that all proper penalties be imposed; that Samuel Rosenthal and any other parties that appear to have participated in the frauds be prosecuted.

Witnesses:

F. Norris
T.B. Hurson
S. Rosenthal

Volume VIII, Montreal, page 19,773.
Volume VIII, Montreal, " 19,776.
Volume IX, Montreal, " 20,015.