

become Deputy Minister of Railways and Canals on February 14th, 1929; and that on March 10th, 1930, he left the Department and became Vice-President and General Manager of the Beauharnois Power Corporation.

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52. The arrangement between Dr. McDougald (as in 1923) was that Mr. Henry would apply his time and knowledge to investigation of the possibilities of power development in the river. On the other hand, Dr. McDougald was to supply funds for expenses up to \$10,000.00
53. After looking about and examining the charters of existing companies, one of which was owned by Dr. McDougald, and after conferences between them, they decided to incorporate a company with powers wide enough for their purposes; and Dr. McDougald told Mr. Henry to consult with Senator Andrew Haydon in the matter.
54. That was done. In July 1924, the Sterling Industrial Corporation was incorporated through the service of Senator Haydon's firm in Ottawa, and the company was organized in that office, John P. Ebbs, law partner of Senator Haydon becoming its President, and several young women stenographers becoming directors.
55. Immediately afterwards, namely on the 5th of July and 7th of July respectively, in 1924, applications in the name of the Sterling Industrial Corporation and on its behalf, were filed with the Department of Railways and Canals and the Department of Public Works, at Ottawa, for the purpose of securing priority in respect to the diversion of 30,000 cubic feet per second of the flow of the St. Lawrence River for power development.
56. The section of the river to which these applications were directed is known as the Soulanges Section, and is described as follows in the House of Commons Report:

"The Soulanges Section of the St. Lawrence