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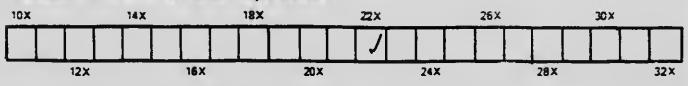


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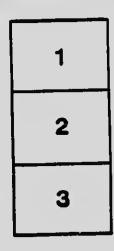
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Hon. Clifford Sifton, M.P.

A Life-long Liberal

Strongly Opposing

THE

Reciprocity Proposals

OF

The Laurier Government

Delivered in the House of Commons, February 28th, 1911. Hon. Cilfford Sifton, Chairman of the Conservation Commission, and for over eight years Minister of the Interior in the Laurier Cabinet, delivered a speech in the House of Commons on Tuesday, February 28, 1911, in opposition to the Reciprocity resoiutions submitted byHon. W.S.Fielding and Hon. William Paterson.

The following is the full official report of his speech :---

Steine + + 2

House of Commons, February 28. — Mr. Chairman, I agree with what has been said by members of the House who have preceded me respecting the very great importance of the question we are now discussing.

Cannot Fellow Laurier.

I have found it the most important question which has come before this House since I have had the honour of being a member of it, and when I say frankly to the committee that the result of my investigation has been to lead me to the conclusion that I cannot fellow the leader of the party with which I have been identified practically all my lifetima it will be very evident that to me at least it an extremely important question.

it will be very evident that to me at least it an extremely important question. A difference with the political party with which I havebeen associated all my liftime mrit necessarily be of an extremely , sinful character. With the members of the government I am and always have been upon the best and closest possible terms politically and socially. Some of the members of the government I regard us my closest personal friends. And, eway back in the county of Brandon there are a great many men who for 23 years have been my supporters. who, I am quite satisfied, will find great difficulty in understanding why I find it necessary to vote against the party with which they and I have been identified so iong.

It will be readily understood, Sir, under those circumstances, that my convictions upon the subject are extremely strong.

Unrestricted Reciprocity in 1891.

Twenty years ago the 'Liberal party had as its policy a policy of unrestricted reciprocity. As a young man, young in public life at that time, I followed the leaders of my party; I took an active part in that election. There are I think some gentlemen in the House hera against whom I spoke in that campaign, and te the best of my ability I endeavoured te convince the sectors whom I addressed that the policy of my party was a wisc and prudent policy.

and prudent policy. I am free to say, Mr. Chairman, that almost before the campaign was over I had succeeded in convincing myself that we were wrong.

From that time on my views have undergone, perhaps n gradual, but a steady nud a certain change. When the tariff was revised in 1897 I was satisfied that the tariff as we adopted it at that time represented a good policy for the Dominion of Canuda and possibly tha best policy we could adopt. And, ever since 1898, when under the Joint High Commission efforts were made to secure soma kind of reciprocity with the United States, my conviction hus been strengthening in that direction. A couple of years ugo I had the honour of delivering an address in New York in the Chamber of Commerca of that great city, and I indicated pretty ciearly at that time, thongh to a somewhat hostile andience, what my views are.

Not • Spasmodic Cenviction.

Now, I am well aware, Mr. Chairman, that it is a matter of possibly small concern as to when and how my oplalon has heen arrived at, but I will ask the Honse to pardon me for mentioning the facts which show that my opinion on this subject is not a spasmodic or suddenly formed opinion, but it is the mature conviction which comes to me as the result of something over twenty years of pretty close contact with the affairs of Canada.

Some of my newspaper friends have intimated that there was some mystery about my opinions upon this subject. I have not songht to muke any mystery of them. I have perhaps avoided discussing the subject with my political friends bacause I did not desira that any of them should fael that I was endeavonring to induce them to adopt my opinions, and I dld net desire to say anyti ing to any of my Liheral friends except what I was prepared to say in the presence of the memirers of the government and in the presence of the House.

Why he Left the Liberal Party.

But what I have to say about that is this: We have in the Dominion of Canada pretty atrong party ties. We do not here our party for small reasons. We do not leave our party unless it happens to do something that we do not at the moment approve of — because it builds a bridge or a public huilding or even a railrend that we do not think necessary at the time. We have a pretty strong idea with regard to party allegiance, and my conviction is that it is a good thing and centributes to the stability of government that we have that idea.

His Party Allegiance Dissolved.

But it must he remombered nevertheless that the reason why we schore to a political party is that party in general represents the principles that we think ought to he applied to the government of the country; end when one's party is led to apply principies which are of fundamental and far-reaching importance, affecting the whole national structure, and one feels that he cennot conscientiously edopt or follow those principles, then, Mr. Chairman, his party allegiance is necesserily dissolved, and if he desires to retain his own so.f-respect, it becomes absolutely necessary for him to docline to follow that of which he does not approve. That is the position in which I find myself to-day; and, however painful the process may be, I take the only caurse which I can take and retain my self-respect.

Insufficient Information Furnished by the Government.

Gotting away from that for n moment, let me say a word or two in regard to the conduct of the debate by the governmont. I think the llouso has a little fault to find, justifiably, with my hop. friends who have charge of the debate for the government.

There has nover heen, since 1879, so important an alteration in the thriff as proposed in these resolutious; and when alterations of an oxtensive character are made, it has always been customary in make vory thorough and complete inquirios of the most expert and detailed character. Otherwise it is impossible that those who are acting should really know what they are doing.

How Other Countries Make Tariff Changes.

When other countries undertake work of this kind, such inquiries are made. I wonder if the House is awara of the fact that when the last German ravision of their tarlff was made, 20,000 experts wara employed for the purpose of collecting and collating information for the benefit of the government and the parliamentary hody w ch subsequently had to act upon their report. In England the Board of Trada experts act.

Here we have generally had n collection of detailed luformation which was availshile when the debate came an in the House, and which the ministers in charge gave for the benefit of the members of the House.

Now 1 think we should nave had the information which is nucessary for the discussion of this question given us by the government.

Privilegee of the Most Favoured Nationa.

I think we should have had a full and clear statement as to the effects of this treaty upon our relations with the favored nations. Members of the opposition have, by questioning, elicited from our hon. friends a good deal of information; but I venture the opinion that there is not a single wenture the opinion that there is not the studies of this House outside of the government who now knows whether he is in possession of the whole information or not.

No Comparative Statements of Prices.

Then, we should have had, I think, some comparative statements of prices. This whole question relates to markets and to prices. It would have been a comparatively small matter for a body of experts employed by the government to have got for us a comparative list of the prices of the principal commodities, in the United States, in Canada, and in the other countri s concerned. But we have not received it. Neither have we the information, unless we dig it out of the hlue books for with the liabilit to make mistakes, es wo have had evidence ouco or twice in the dobato already, with regard to the production of the various commodities hy the countries concerned.

Government Denies Information.

Generally this has been done, and generally some member of the government has made it his business properly to place before the House the case for the government for the proposals that are made. My hon, friend the Minister of Finance never speaks except with that ability and cleverness which we all admire, and it waa quite as much in evidence in the address that he gave us in introducing these resolutions as it ever was in this House. But I do not think my hon, friend would claim that in that address he undertook to argue the merits of these proposals in detail. Neither did my hon, friend the Minister of Customa.

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If the committee desires to know just what I mean by this criticism, let them look at the speech which the Finance Minlater delivered on the Grand Trunk Pacific resolutions, or at one of the speeches which my hen. friend the Minister of Customs has often delivered in this liques in the budget debates, and they will see the kind of a case which our hen, friends can make when they desire to do it and have the material.

Do the Facts Contradict tha Government?

I would conclude that either our hon. friends in the government have not made the investigation and do not possess ' .e facts, or else that the facts do not hear out the contention which they put forward.

Canada Not in Favour of Rociprocity.

Before going late this question of prices, I desire to soy that I dissent altogether from the proposition that everyhedy in Canada has been in favour of reciprocity with the United States for the last forty years. I do not know of any warrant at all for the statement that both the porties, or that one of the partles, for the lest forty years has been in favour of reciprocity.

There can be no doubt that the Liberal party was la favour of reciprocity twenty years ago; there can be no doubt that in the platform of 1893 there was whot might he called a look at reciprocity; und there can be no doubt that inter on, I think it was in 1898, under the Joint High Commission, the right hen, leader of the government attempted to got some measure of reciprocity from the United Stotes. But there is equally no doubt that when

But there is equally no doubt that when the Joint High Commission ceased to act, the right hon. get Common expressly made his position clear, and that in the general election of 1900, in the election of 1904, and in the election of 1908, there was no mention whatever of reciprocity hy either of the partles.

Laurier Govt. Had Abandoned Reciprocity.

As a member of the government in the first two of those elections I should ho eredited at least with having a general idea o." the policy of the government of which I was a member, and I do not think there would be any individual in Canada more surprised than I if I had heen told in either of those elections that it was a part of the policy of the government to seek reciprocity

Both Parties Against it.

If there was anything that was clearer than anothe in connection with the policy of the two political parties in those three euccessive general elections, it was that neither of them made any claim to advocate the policy of reciprocal trade relations with the United States.

Govarnment Has No Mandate.

Now, I agree with what has been sold that the government has no mandate to make these proposals. I do not mention that point because of a desire to fill up the cup or to a gravate the argument against my hou, friends, and I furthermore say that I think oppositions very often say what can hardly be supported on grounds of reason or haw in opposition to what is done by governments on the ground that they have no module. But I do not think the principles which often apply, apply in this case.

Cannot Do Everything.

We have not, it is true, a system of government hy delegation. Our government: are not elected to do specific things, that is not the nature of our constitution. We are elected under n very wide system of parliamentary responsibility, and great discretion is vested in the House of Commons, and is the government which is the executive committee of the House of Commons in connection with the transaction of new husiness, business which wus not discussed when they were before the electors.

They may do n great mony things that were not discussed when they were before the electors, but they may not conetitutionally or properly do overything, and I venture to say that when the fiscal policy of a country has been theroughly canvassed and settled, discussed, debated and approved in the year 1900, discussed, debated and approved in the year 1904, discussed, delated and approved in the year 1908, that there is no constitutional warrant for the members of the government reversing that policy radically without any concultation and practically without the knowledge of the peopla.

Not an Arhitrary Discretion.

There is a discretion vested in the government, there is a discretion vested in the llouse of Commons, but, Mr. Chairmann, it must he remembered that the discretion that is exercisable i y these whe occupy important positions ander our form 'f government is not an arbitrary personal discretion, it is a constitutional discretion which must be exercised in accordance with the principles of the constitution, and the constitutional rights of the people we represent.

Shocked the Country.

I want to say and to say it, net, ns I eaid, simply for the purpose of making another point against my hen. friend, hut I waat to say that I do not helieve, speaking from my own experience and from the experience (f many men whom I have met in various walks of life and largely memhers of the Liberal party, I do not believe that in the recent history of Canada anything has happened which has given to the thinking people of Canada so painful and so sudden a shock as the suddan realization that four or five gentlemen whe. by reason of their ability, thair years of service and their high position in thair party, are in centrol of the affairs of the dominant political party. can suddenly, of their own metion without discussion, withont debate, without the knowledge of the covutry, commit the country to a radical chi age of decal policy. That is not, I am bound to say, the doctrine of constitutional government as I was taught it in the Lineral party, and I do not think that thars could be possibly a more dangerous isnovation.

Reversing the Fiscal Pellcy of Canada.

Bir, what we sre asked to do do these resolutions is th reversa the fiscal pelicy of the Dominien of Ganada.

It is interesting to note, nithough thore has been very little discussion of that point, what is the policy which we are asked to reverse and why we are naked to reverse it. The policy was adopted in 1.'97 after the election which resulted in the right hon, the present leader of the government (Sir Wilfrid Laurier) taking office.

That tariff was described by its ewn frieads, of whem I was and am one, as having first for its mest eutstanding feature the British preference, second, a readjustment of duties which largely reduced the duties upon articles commonly used by the farming community, and, third, a substaatial reduction in the duties on the raw materials of manufactures.

Tariff of 1897 is Protective.

Now, it may frankly be said that the system of protection was continued by that tariff, nf that there can be no pessible doubt.

Does Not Implement the Promises of 1893.

And it must further be said quite frankly and we can say it without disturning ourselves particularly et this distance of time—that the tariff of 1897 did not fully implement all the premises or the suggestions which we, the membere of the Liberal party, had made in regard to our future policy when we were in oppeattien. But, Mr. Speaker, the policy which we set forth in the tariff of 1897 was deliberately adopted, all these matters were ennvassed and considered before we adopted it. Wo found, as people generely find them when they take office, that there were some things that they though they could do that they could uot do, some things that they intonded the do thet would do harm to seme peoplo, and would not do any good to anybedy, and se there were same things that perhaps might have been expected that were net dene; but the tariff of 1897 was deliberately adopted after full and careful consideration, we went to the country in 1900 upon that tariff and submitted it to the judgment of the people who had put us in office.

Protection Approved by the People.

We were open to attack then on tha ground that we had not fully carried out our pledges, both by our opponents and by our political friends, and, spoaking for myself as having conducted largely the discussion on behalf of the government in a very large section of the country which was committed to my chargo, i say that no place of that subject was left untouched, it was discussed and re-discussed at evory campaign meeting that was heid. We placed the nuttor before the people, we explained the reasons for the actions wo had taken, we submitted ourselves to their judgment, and the rosult was that their judgment upheld us, and that the tariff was epproved. It was my opinien theo, whatever that opinion might have been worth, little or much, that it was the best tariff that we could adopt.

It was only an opinion but as time has gone on, and that tariff policy has been practically unchaoged in any very important particular since 1897, I have become thoroughly and completely convinced that the tariff policy which we adepted at thet time, which embraced the principie of mederate protection applicable to all classes of the community, is the best policy that the Dominion of Canada can adopt, a policy that it will be most unsafe and most unwise to radically change.

Defends the Preferential Feature.

One feature, an especielly impertant feature, of that pelicy, was the British preference. The British preference has been discussed a great deal. Seme ef our friends from the oppesition side ef the Heuse have sought te minimize effects because we were buying iargely frem the United States, but I do not think that thet argument is a good or a seund argument. The imports from Great Britain under the British preference have grown from twenty-nine milliens odd in 1897 to ninety-five n.illions in 1910; the increase hes been 320 per cent. and it is no answer te the argument that that preference is an effective preference to say that for other and vory special rensous we are importing large quantities of goods from the United States for the benofit largely of our own manufacturers. The British preference is e substantial preference.

It is suggested that it is likely to be substantially increased, and on that point, while I am dealing with the general question of policy, I desire to express myself clearly and fully.

There are Limits to the British Preference. Nebec- was a mere enthusiastic supporter of the British preference when it was adopted than I was, but I think that there ars limits to the extant to which we can go even in cutting the tariff of Canada in favour of the manufactures of Great Britain as against the manufacturers of the United States.

And I am not disposed to say that I would support a substantial increase in the British proferonce, made, as i understand it, at the expense of deserving Canadian Industries for the purpose of putting back into the hands of Great Britas. trade which, by this reciproelt, arrangement we are taking away and giving to the United States. I cannot see that there is may sound business wisdom in that operation. I cannot see that there is any possible ground for taking such steps as will resuit in the closing up of Canadian factories doing business at a small margin of profit, so long as they are furnishing their goods to the people of this country at reasonable rates.

Canada is Presperone.

What have been the results of the pricy which we are following? The *i* es which indicute the great progress ...d prosperity of Canada have been quoted in this House ad nauseam. I should not repeat them here. We 'now how the population has grown; we know how onr publie revenne, our foreign trade and the deposits in our banks have grown; we know that in the last twelve or fifteen years the Dominion of Canada has prospered more abundantly than any other country an the face of the earth. We know this, further, that man for man, the body of the people of Canada are better off than any other population of similar numbers that we can point to. Our farmers are prosperous; our labourers are well pald; there is no unemployment in Canada almost an unknown thing in any country of the extent and population of onrs there is practically no poverty, except what is due to drink, vice, sickness or ether cause which does not depend at all npon the prosperity or want of prosperity of the country; we are receiving an enormous immigration; there is a demand for every man who comes in the shape of a labourer, and still an insistent demand for more iabour; and there is a rapid development of our resources.

The Canadian Home Market.

And there is one other thing which is of the utmost importance in the condition of our business position, and that is the enormous growth of the home market, which has been built up in Canada during the last ten or twelve years, and which, in my jndgment, accounts more than anything else for the steadiness of prices which our farmers are receiving for their products.

This Prosperity is Sound.

Now, is this prosperity that we are enjoying, a sound prosperity? Very ofter the charge is made, when a country is prosperous that its prosperity is unsound, that it is a hothouse growth; and that charge is simest always made if the country is working under a protective system. And that charge is generally true if the protection is excessive or not properly adapt ' to the wants of the community.

History of Prices in Canada,

Now, it is possible — by renson of the fact that an exhaustive inquiry has been made of an commit character under the direction of one of the members of the government — to collate a few facts, which show conclusively what our position in that respect is. A volume has been issued under the direction of my hon. friend the Minister of Labour (Mr. King) dealing with the subject of wholesale prices, which work I regard as perhaps the most valuable contribution to the economic literature of Cansda that I know of.

That volume, setting forth the statistics of whoiesale prices, enables us to foliow accurately the movement of prices which affect the weil-being of the various classes of the community. In the consideration of this question, the Minister of Labour and his expert assistants cook as the basis for comp rison, the decade which runs from 18° to 1899.

I find by this report, that, in the year 1909, the prices of the commodities to which I shail refer, have risen by the amount which I shail g's' as compared with the average of the secade, from 1890-1899:

Grain and fodder, including thirteen selected standard commodities, have risen in value 49.9 per cent.

in value 49.9 per cent. Cattle and cattle products, hogs and heg products, sheep and sheep products, fowl and turkeys, have risen 48.6 per cent.

Dairy products have risen 33 per cent.

Now, for the purposes of comparison, let us make a different division:

Crude farm products have risen 37.3 per cent.

Manufactured farm products have risen 34.1 per cent.

Average for crude and manufactured farm products, of 35.7 per cent.

What the Farmer Bays.

This is what the farmer sells. Now, consider what he buvs. He buys Imported foods, woollen goods, cotton goods, boots and shoes, metals and Implements. The average increases of these commodities are as follows:

Imperted goods, decreased 4 per cent.

Woollen goods increased 23.3 per cent. Cotton goods increased 25 per cent. Boots and shoes increased 25 per cent. Metals and implements increased 2.4 psr cent.

An averaga of all these of 14.3 par cent.

Thus, wa see that the staple lines of goods which account for at least nineteentwentieths of the average farmer's expenditure, have increased 14.3 per cent., while the goods which he sells have increased 35.7 par cent.

Farmer is Gaining hy Pretection.

There yon have an absolutely conclusive demonstration of the position of the two classes of the community. There yon have proof of the fact that the urban community is not living at the expanse of the farmer, but the farmer himself is getting mora than his share of the general prosprity of the community.

Canada is Independant.

So, then, we have prosperity, soundness, and-what alse? Independence; an independent market for everything we raise and everything we sell. The local market of Canada takes from 80 to 90 per cent. of everything raised in Canada by our farming population. Where do we send the rest? We send it to the great, free, open market of Great Britain from which market nothing but our own foolishness can possibly exclude us. So, we have prosperity, eoundness and absolute independence in our markets.

Shall wa Revolutionize That?

Now, the proposition is made that ws revolutionize the fiscal policy under which these results have been attained. And what will be the effect of this proposed revolution in our fiscal policy? I do not intend to overstate it or to say anything which can possibly be regarded as overetating it.

Dislocation Will Follow.

But I am eurely within the mark, when I say that there will hs a very great dislocation and disturbancs of husiness, that there will he individuals who will suffer very great loss, and that even if these individuals succeed in rectifying their position, still, the disturbance for consider-able portions of the community will be of a very serious character. As to the general progress of Canada, the production of Canada is so enormous, the immigration is so great, ths impotes we have received so strong, the development of our resources so rapid, that no possible mistake of fiscal policy can prevent this country making enormous progress in the future. Nevertheless, the effects will be serious. Let me enumerate what I think will be a few of thoss effects.

Some industries Will be Destroyed. Some industries will be destroyed, -- there can be no donht shont that. What reason can be given for drawing yoar pen through an item of tha tariff and thereby shutting up au industry which is not accusad of combining as against consumers, of cherging illicit prices, or of any other evils?--what reason thara can be for selecting that industry and wiping it ont of existence, I do not see. I em hound to say that it does not appeal to my common sense.

The Meat Packing Industry.

I think that the ment packing industry of this country will be destroyed. I bave given that subject a good deal of consideration. I thought when I saw and read carefully the memorial of the packers, that the meat packing industry would he injured, and I am prepared to say now that if this treaty goes into effect, and continues in effect for any length of tima, tha big packing industry of the Dominion will be wiped out. There is no more chances of the meat packing industry standing against tha heef trust of the United States than there would he of my standing up against this building if it fell upon ms. That is precisely the position in which tha meat packers will be put.

The Fruit and Vegetable Industry.

I shall not say anything about tha fruit and vegetable growers. They will he injured. Their case has been etated by men who know vastly more about it than I do. But I call the attention of my friends in the government to the fact that my hon, friend from Yale-Cariboo (Mr. Barrell) made before this House a full and careful presentation of the cese of tha fruit growers and vegetable growers; no fairer, no better, no fuller cass was sver presented to this House whils I have been a member of it, nnd no answer of any kind has been attempted in connection with that enbject. You nsk me why I do not support this proposition. Snrely, Mr. Chairman, if I had the intelligence to hear a case of this kind presented and no answer made, I must come to the conclusion that no answer can ha mada.

Tha Quakar Oats Factory at Paterborough.

There will be other large industries affected. There is an enormous industry in existence in the town of Peterborough, the Quaker Oats establishment. The president of the company has giver an interview, and I have taken the trouble to have the intorview verified, becauss it in not always shife to proceed upon whnt we ses in the newspapers, with all due regard to my journalistic friends. I have taken the trouble to verify that interview with the president, speaking on bahalf of the Quaker Oats Company, which is one of the very largest factories in Canada, and one of the largest consumers of ferm produce in Canada, consuming, I believe—I speak subject to correction—40 earloads of farm produce per day. This institution manufactures in the town of Peterborough, largely for export, the best possible kind of factory for us to have. It takes the farm produce, it grinds it up, ships It to foreign countries, collects the money, brings it back, and it goes into circulation. We can have no better industry for a farming community than the Quaker Oats industry of Peterborough.

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Now, eighty per cent. of the business of this establishment is done for export. The president of the company says that in the conditions that will exist under the proposed changes in the tariff it will he more convenient and economical for them to manufacture in the United States for export. Their operations in Peterbor-ough, therefore, will be curtailed sixty, seventy, or eighty per cent., with the re-sult that the Dominion of Canada will lose accordingly. Now, I do not at all profess to be able to express an intelligent opiniou respecting the business of the Quaker Oats Company, but I call atten-tion to this fact, that these people are not Canadian manufacturers kicking about the duty being taken of when they are manufacturing for the home market. It is easy to understand why a manufacturer would object to a change in a case of that kind. But there is no reason for this company saying that this agreement is against them if it is not. They are not unfriendly to the United States, and they are not unfriendly to our negotiations, and there is no possible reason why we should not accept their statement as being given in good faith.

Arrest Transfer of American Capital.

Will this proposition assist in transferring American capital to the coastruction of factories in Canada, which has been going on in Canada for several years past at a very rapid rate? Surely we cannot conclude that it will. These factories have been established because it was thought that the fiscal policy of Canada wns settled, that we had settled down to a definite fiscal policy, and people camo along and built factories here and built factories there, thinking they were perfectly safe. I have no doubt that those who are engaged in putting up factories will continue and complete their work. they cannot afford to do anything else. But is it reasonable to suppose that many business men with money to invest in factories will readily decide to do so unless they get some definite assnrance that what has bappened in this particular case is not going to happen again? I do not see how they can get the assurance; I do not see how it will be possible for parliament to prove that what has been done in this case will not be done in every case in which ministers, with the best motives, may see fit to do it.

Pulp and Paper.

Take the question of pulp and paper. The province of Ontario and the province of Quebec have docided, in their wisdom, that it is a good and pntriotic policy for them to insist upon their pup being manufactured at home. I am nware that some gentlemen who are of estimable character and good information have said that it is not a wise policy, but I do not believe there are many people in Canada who would agree with them. I helieve that there is no policy, no item of policy which has been followed by any of the govern-ments of Canada of late years which has met with more universal approval than the action of the government of Ontario, and later of the government of Quebec, in deciding upon the conservation of their resources by securing the largest possible revenue and benefit from the various resources which they possess. Well, that was the positioa.

Americans Want Our Pulpwood.

It is known of all men that the United States people would like to get cheaper paper made from Canadian pulpwood. Now, if there was anything that was perfectly clear in connection with our tariff relations with the United States, and if there was anything perfectly clear in connection with the paper and pulp question, it was that all the Dominion of Canada had to do was to sit down and wait, and leave the subject severely alone. That obviously was all that ought to hnve been donc. We have not done that. We find this clause introduced into the treaty. What does it say?

Bonusing the Provinces to Abrogate the Regulations.

If it means what our negotiators intended it to mean, it means this, that there is a bonus put upon the abrogation of the regulations which the province of Quebec and the province of Ontario have made. It does not mean that the regulations are abrogated, because this parliameat has no power to abrogate them; but it means that we put a bonns upon their abrogation, and that is the worst possible thing that we can do.

The Cold Storage Problem.

Now, take this question of our perishable products that we send to Great Britain. My hon. friend from East Grey (Mr. Sproule) dealt with that. He is familiar with the subject, and my hon. friend the Minister of Agriculture (Mr. Fisher), who, I understand is to follow me, is more familiar with it, perhaps, than any man in the House. But it is a fact that for years there was difficulty in finding a market for onr perishable products. The country went to work and educated the farmers to prepare their products for the British market, inatituted cold storage, uoder the Department of Agriculture, upon steamships, induced the steamship companies to put it in, provided for connections in Great Britain, and did overything possible at great labour, trouble and expense, extending over a period of nearly twenty years, for the purpose of opening up markets for these unducts in Great Britain

kets for these products in Great Britain. The country succeeded entirely. We are sending these products to Great Britain new, to a great, stable, safe, free market, from which we have never been excluded, a market that is improving all the time, n market in which we are findiog fresh extensions and fresh points of advantage every year.

Shall we Throw the British Market Away?

What do we propose to do? We propose to ship our stuff to the United States instead and to throw away all the advantage of all the work that we have done, the whole of the cold storage facilities upon the steamships crossing the Atlantie provided for in past years, to break down the busicess connections we have made, to allow our competitors to go io and take that market, buttress it around in auch a way that we can never get into it again, and put ourselves in dependence upon the markets of the United States.

Amorican Market io Uncertain.

How long will it remain open? Nobody knows. It may be five years. Nobody knows. A year ago the United States were brandishing a club over our heads and threatening to impose the surtax upon our goods—only one short year ago. Now, they say that the United States is friendly. Well, perhaps it is. What will it be in a year from now? Does anybody know? Nobody knows. The United States is at the present time, I am told, abrogating the Blaine treaties of reciprocity which were made with the Lstin republics a few years ago, without even the courtesy of negotiation of those treaties.

Putting Our Head in a Noose.

How much better will our position be at aoy time wheo ao occasion for irritation may arise? There are dozens of things which might happen to cause irritation between the United States, Canada and Grest Britain. I could mention to my right hon. friend who leads the government, if I desired to do so, but I do not desire to do so—it is a matter within everybody's knowledge—some things that might cause irritation between the United States, Great Britain, or Canada, not serious enough to have important internatiocal consequences but serious enough to make it very easy for a political party in the United States to court popularity by deing something which might be of an uofriendly character to Great Britain aod Canada. Then, when our market lo closed, wheo we have shut ourselves out from Grent Britain, what is the position?

Sir, we aro putting our head into a nooso.

The Componsations.

Now, what are the compensations? It is said that the farmers will have better prices and better markets. It is very difficult for a private individual to make ao exhaustive examination of prices. He can ouly be expected to go into a limited number of subjects, and hls information must necessarily bo limited. I have madeas careful an examination as I could of the prices of the various staples which the farmers of Canada sell in the opeo markets, and I have before me the result of that examination. It is not necessary that I should enter ioto acy considerable number of details, but will give you a few of the conclusions which appear to be absolutely established hy the facts.

A Detailed Comparison.

First, I will take hogs, one of the moat important products of the province of Ontario. The average price in the provinces of Ontario and Quobec io better than it io in the United States. So far ac cattle are concerned the prices are variable, and so far as eggs are concerned the prices of the better gradea are higher, and of the other grades, lower. It is said that the market for lambs will be good if we get reciprocity with the United States. From the 1st of December up to the present time lambs have been cheaper in Chicago than in Ontario. The best creamery butter sells at a higher price in the United States, but all the lower grades are cheaper, and it seems to be quite clear from an investigation of the market conditions by those who are familiar with the subject that we shall lose our local market for butter and eggs — in the case of eggs to the United States and in the countries like New Zealand, Decmark and possibly Australia.

Deomark and possibly Australia. While we may get some advaotage by selling a small portion of the higher grade of the product to the United States, wo shall lose upon a great portion of the lower grade, which, as overybody knows, is the greater proportion of the product. In poultry the higher grsdes will be lower. Hay is the one product that is substantially higher in the United States than in Canada. Barley is higher and oats lower.

Balance will be a Loss.

Looking over the whole case, it is not possible to figure out acy geenral and specific advantage to the farmer in getting these marketa evec if we take prices as they are without having acy reference to the general effect upon the market which may take place in other ways. As to the quantity, everybody knows that there is a perfectly good market for all that our farms produce. There is no glut in the market of Canada if the produce is rensonnbly prepared, and if it is not reasonably prepared for the market then the United States market will be of no assistance to the man who allows himself to be in that position.

Our Markete Will he Dominated.

Then, there are some general features of the caso which require to be considered. This, Mr. Chairman, is n couclusion which you cannot possibly escape: Under thie arrangement, which means free trado in farm products, the markets for farm produce will be absolutely dominated by the United Statea and favoured nation countries. There can be no possible question about that. The meat packing industry will be destroyed. What is happening in some other places? I have taken a elipping from the Ottawa 'Citizen' of February 25, which has since heen confirmed by other information. It is not a political article, but a Canadian press cable, and it is ae follows:

London, Feb. 25.—A dispatch to the 'Chronicle' from Melbourne says the federal Minister of Trade and Customs declares that the Australian commonwealth will spare no expense to "oppose sinister operations of the American meat trust in seeking to control the Anstraliau trade."

Taking Down the Barriers.

The meat trust in Auetralia and New Zealand ia eo einieter in its operatioas that the government of the commonwealth has to take the field against it, and we are here taking down the barriere and inviting it to come in and dominate the market of Canada. That trust will oppress our farmers, it is not a beneficient institution, it is not a philanthropie institution, and when it dominates the mar-ket, we will say of Ontario, and any hon. genetleman on this side of the House or on the other aide of the House finds that the farmere of his constituency are not getting fair play in the matter of prices, may I ask what that gentleman will do, may I ask what his remedy will be, may I ask how he is going to apply that rem-edy if he has any? I do not know what the remedy will be. The head office of your trust will be in Chicago or New York, it will be outside of our jurisdietion, and there is only one thing we could do, just one thing-we could put the duty back where it is now and start all over again to build up the local industries which we are threatening to deetroy.

Raw Materials in Canada; Finished Products in the U. S.

The whole tendency of this arrangement is to induce the farmer to adapt his raw product to the United States market. The whole tendency is to do away with the by products which are so essential for intensive farming, the whole tendency is to break down the system of interrelated industries which makes the present prosperity of the province of Outario and the other provinces. Under thet system, Mr. Chairman, brought obout by the policy which my hon, friends upon the Treasury Benches have pursued for the last 13 years, the great province of Oatario raised \$250,000,000 worth of farm produce last year and nobody heard that there was no market for any of that province.

Bonusing Poor Farming in Quehec.

Take the province of Quebec-my hon. friend the Minister of Agriculture is going to follow me, I believe, and he of course knows infinitely more about farming in the province of Quebee than 1 do-but I am going to ask him to address himself to one question in connection with this agreement, hecause I have not heen able to get any light on it in favour of the treaty, and if there is any light to be thrown on it I would like to get it. The province of Quebee has bright prospects before it nt the present time. Our traosportation system is growing so enormously; the city of Montreal is growing so enormously; the prospects of the pulp and paper in-dustry are so good that unquestionably in the province of Quebee in a few years there will be an enormous home marketperhaps the largest homo market of any province in the Dominion.

The Agricultural Problem of Quebec.

The province of Quebee is not very well farmed at the present time—there is good farming in some parte of it, there is poor farming in a good portion of it, and moderate farming in other portions of it. The agricultural problem of the province of Quebec ia to induce the farmer to keep his hay at home and to follow a system of intensive farming. That is the agricultural problem of the province of Quebec.

Lately we had the Deputy Minister of the Department of Agriculture for Ontorio at Quebee; he came there at my speeial request to deliver a carefully prepared address upon the subject of the im-provement of agriculture in the province of Ontario, explaining at great length and with great eare the magnificent system of agricultural education and improvement which has lately developed in the province of Ontario as the result of 20 or 25 years of laborioue work, which is now approach. ing its period of fruition in that province and beginning to have its influence felt. We wanted it explained in the eity of Quebec, and we had it explained and we are printing thousands of copies of Mr. Jamee' address in the French language and circulating them in the province of Quebec for the purpose of getting the

autharities of the province of Quebec to undertake an aggressive movement for the improvement of agriculture.

What happens-there comes along this treaty and puts a bonue on poor farming by inducing the farmers of the province of Quebec to ship their raw producte to New England, and deplete the fertility of their coil.

The Prairie Provinces.

Take the prairie provinces, - I am pcrfectly aware of the fact that there are a great many people in the western provinces who think that this treaty will be a great thing for them. I have before seen premnture conclusions arrived at in the course of 23 years in public life dur-ing which I have had an experience that not many members of the House have had hccause I have had the honour of reprosenting to day in this House the same people who elected mo first as a young man to the legislature of Manitoba, and in the legislature or in this parliament I have heen their representative ever since. During that time I have seen a good many questions of this kind come up as to what was going to benefit the farmer and as to what would be in his interests, and I am not so sure, when this question comes to be discussed, that the farmer of the Northwest will bo impervious to reason and common sense and good judgment when they get the case put before them.

The Price of Wheat.

It was first said: Well, but the farmer of the Northwest is going to get more for his wheat; tho price of wheat south of the line in Dnkota is higher than it is in Manitobn. That is true. It is little higher, it always or nearly always rules a little higher, and they said: If the farmer can get into that market he will get more for his wheat.

Mr. J. J. Hill's Statement.

Now comes along Mr. Hill, the president of the Great Northern railwny, who is a great advocate of reciprocity and a very fino man and in a way n friend of my own, and he says: The duty does not make any difference; it is true the Dakota farmer gets a little more for his wheat but it is on account of the duty, it is on account of the local circumstances. Now, Mr. Chairman, Mr. Hill is either right or he is wrong; there are just two ways to look at it. If he is right and the dnty does not make any difference, then the Manitobn farmer will not get any more for his wheat when the duty is taken off. That's clear.

Canadian Wheat Will Drive American Prices Down.

If he is wrong and the duty does make a difference what is going to happen?

Why, what is going to happen is this: That so soon as the immense exportable surplus of the Canadian Northwest is let into the Dakota market then the Dakota man's wheat goes down to the export level, and the Dakota man gets less, but the Manitoha man does not gst any more. There is no doubt about thnt; it has hap-pened already. Here is the New York 'Evening Post' of February 16, and as everyhody knows the Now York 'Even-ing Post' is a most realiable paper, and this is what it says speaking of wheat: this is what it says, speaking of wheat:

Wheat is Falling Now.

Wheat is Failing Now. As matters stand now values are off over 24 cents from the season's top. The range on May wheat this season has been from \$1.15 to 95 cents, the highest price having been made november 4. With the adoption of the treaty there would be about 13,000,000 hushels of Can-adian wheat now in sight which would be evailable for moving into the United States provided it is needed. This, with the 43,000,000 bushels in the United States, visible anpply would make 56,000,000 bushels available. Pars of the Canadian wheat has already been hedged by sale of futures in the different markets and considering the drop of 12 cents in a month, it " onld seem as though any possible effect of the treaty on values hed been largely dis-counted. counted.

Of course nobody would suggest that it went down all of 12 cents hy reason of the difference between the markets on the two sides, or by reason of the difference between the Dakota price and the export price, but every one knows that when the price of whent gets a shock in that way it keeps on going down on ac-count of the paulic on the market.

There is, however, another factor to be considered in the shape of a surplus of 133,000,000 bushels in the United States that must be taken care of. This means that values must go to an export level at which a liberal disposition of the wheat can be made. With the adoption of the Canadian treaty it is expected that the prices will be kept on an export level most of the time.

There is no doubt about the position so far as the price of wheat is concerned. I say here that I deliberately give it as my opinion, representing n constituency of Manitoha farmers and having represented them for 23 years, that the Manitoba farmer will gst less for his wheat in the long run as the result of this agreement.

The Quality of Canadian Wheat.

Now, what have to been trying to do for years past it. legard to this question of wheat? We have been trying to keep the wheat of the Manitoba farmer pure. We had an Inspection Act-upstairs in the House of Commons here we laboured for weeks, yes for months, to get that Inspection Act into good order so that the wheat might be properly inspected and properly graded with the object that it should be kept pure and placed upon the English market in a pure condition. And

why? Becanse we know that if the Canadian wheet is put upon the English market in a pure condition it will bring on an average of from three to four cents per bushel on the higher grados, more then any other wheat in the world.

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The Troublo About Mixing Grades.

A few years ngo we revised the Inspection Act, and the result was that our wheat was pat upon the market pure for a yeer or two, but somebody found out how to get around the Act, and the grades began to go off, and the grades have been off for several years past, and the farmers have been complaining and properly complaining in regard to the coudition of things in the terminal elevators.

Terminal Elevators.

These terminal elevators have been in the bands, to some extent, of men who are themselves buying and selling grain and handling millions of bushels of other people's grain, while they were buying and selling their own. What happened grain mixed, grades have gone down, and the farmers have lost and lost very heavily, and they have a just and proper right to complain. Now, the government has introduced in the Seaate a Bill to appoint a commission for the purpose of taking charge of that wheat, and I believe the government policy is good.

Keep Control of the Wheat.

And if the commission takes charge of this business as they ought to there is no reason why they should not keep control of that wheat. And, Sir, they can only solve the trouble by taking control of the elevators first, not owning them, but controlling and inspecting them properly and keeping control of the wheat right through until it gets to Livorpool. There is no othor way. It is not difficult: it is not half as difficult as it looks; it can be done by a competent commission of men without any trouble at all. And in addition to that, if that is done the commission in the working out of the system by which they can do that, can give a very sub-stantial preference to the Canadian routes so that we will get advantages in that way ns well, and they can give ndvan-tages to the Canadian routes without it costing any more to get the wheat to Liverpool.

How to Get a Better Price.

Here is the position in which we nre. If we keep control of that wheat and that market, we shall be able to get for the western farmer by a proper system of handling, a better price than he will get in any other possible way. More than thet, with the increase in the volume of business from the Canadian Northwest, our railroads will in a short time be in

such a position that we can reasonably ask to have the rates substantially reduced on export grain; so that instead of the Canadian farmers getting a bonus of three cents n bushol for sending their wheat by the eastern Canadian channels, as was tentatively suggested by the hon. member for St. Antoine if the inspection and transportntion matters are properly handled by the commission which is to be appointed by the government, and the question of the freight rate is dealt with, we will secure for them within a reasoanblu time not three cents a bushel, but six or seven cents a bushel more than they can get in nny other possible wny. But if that is to be done, you must keep the control of the trnde in your own hands, otherwise you can do nothing.

Americans Would Control Our Wheat Grades.

Now, what is to happent I wouder if my hon. friends of the government have thought of that, in connection with this treaty. The Grain Exchange has met in Winnipeg and has passed a resolution to the effect that the Inspection Act must be changed. What must be done under this We must change the Inspection treaty? Act, and we must make the grades the same as the American grades; that is, we must permit of mixing; and to all intents and purposes, we must hand the control of our grain market over to Minneapolis. That is the position. To get a better price? No.

The Cattle Situation.

Then there is the question of eattle and that is one question in respect of which there is no doubt that the farmer will get a benefit under this agreement, for the present at least. There is no doubt that the market for the second grade of cattle iu the prairie provinces, is a poor market at the present time-why? Because it is a new country. It is only a short time since the country was sufficiently settled to have a sufficient production to organize this husiness. In fact, we have hardly got to that point yet. The result is, that there is at the present time a very poor market for cattle in the western provinces. But that is no reason for throwing the country away, or for considering that we can never have a market. That is a reason for taking up the subject and dealing with it in an intelligent way. The farmers' delegation, which came here recently, said to the government:

We wish also to draw attention to the danger we are in while we leave the opportunity open for the United States meat interest to capture and control the export trade from our country.

Establish a Chilled Meat Industry.

What are they going to do now! They will capture and control all the cattle of the Northwest—the very last hoof will be controlled from Chicago. What I say is, that we should establish a chilled meat industry. It has been dooe in Australia aod New Zealand. Dr. Rutherford has reported in favour of it. There would he no great difficulty in the government doing this, and it would be worth while taking the trouble when you have a country like the Northwest of Caoada. We could afford to hire ten men at \$10,000 a month rather than lose this business.

A Back Yard of Chicago.

The memhers of this House know that I am an enthusiastic friend of the Northwest. The hest years of my life were given to the sottlement of that country, and I caonot tell you how I feel about that great country being made a backyard to the city of Chicago. I have differed with my friends in my own constituoncy, and I do not know, but that there are many men who have supported me for years, who differ with me on this subject: but I take the liberty of thinking that I know as much or more about it than they. I have studied these questions all my life with the object of learning the way in which the affairs of that country should be organized so as to he of some benefit to themselves and the rest of the country, and I say that wo should organizo that country in a business way. If wo do, we shall have duplicates of the stock yards of Kansas City, Omaha and Chicago in our own Northwest.

Free Trade in Farm Products.

What is the general effect of this treaty? The general effect is, that we put the Dominion of Canada on an absolutely free trade basis, so far as farm products are concerned. The farmers of Canada are on a free trade basis for what they sell and on a protective basis for what they sell and on a protective basis for what they buyprotection for the purchaser, free trade for the seller. Do you think they aro likely to stand that for any length of time? I do not. I tell you, that if you have ht l delegations from the Northwest, you will have them again if this trenty goes through.

Practically Commercial Union.

After it has been in force for a few years, I venture to say that there will not be any question of the duty on agricultural implements or on any other manufactured goods, for we shall be compelled to take all those duties off, and have practically commercial union with the United States. As men of common sense, let us apply to this question the same business rules that we npply to any other business matter.

We open our market to the world. Read the list of favoured nations along with the United States, and if there is in that list of countries of production anybody who cao raise any one of the commodities in this list cheaper than it is in the Canadian market, and saleablo and marketable, it can be shipped and dumped into the Dominion of Canada. I cannot conceive of what our friends in the government were thinking of.

Govt. Got in Wrong.

I leave this question of markets and prices, and record my conviction, that if ever a government made a monumental mistake, if ever a government got in wrong on a subject from first to last, my hon. friends have got in wrong on this subject.

The House may think that I am not in earnest about it. Sir, I would not hreak away from the political party with which I have acted for 23 years, practically all my life, if I were not in earnest about it. What is the commonest phrase in the mouths of the peof of Canada? We hear it in the speeches of public men, we read in the editorials of newspapers; we even see it in the compositions of our school boys—what is it? Binding the scattered provinces of Canada together.

"It Binds the Other Way."

I would like to know if this treaty is intended to bind the scattered provinces of Canada together. It binds, but it binds the other way; it binds British Columhia to Oregon and to Washington and to California; it binds the provinces of the Northwest to the states immediately to the south of them; it hinds Ontario and Quehee to the states south of us; and it hinds the maritimo provinces to the states of New England. And we are expected to believe that a policy of that kind is a broad national policy, one to promote a broad and strong nationality.

Reversing Our Transportation Policy.

What have been the main foatures of our transportation policy? We have spent scores of millions of dollars for what purpose? What has been in our mouths at all times, Liberals and Conservatives alike, on every platform? Send our goods through Canadian channels, from one provinco to another, and from the eastern provinces neross, the sea. What did Sir John A. Macdonald mean when he nailed his colours to the mast and snid that the Canadian Pacific railway must be built around the no h shoro of Lake Superior, and appealed to the people of Canada on that policy and got their support? My right how. friend the leader of the present government later came before this Honse and said: We shall huild another line of railway from ocean to ocean, every foot of it on Canadian soil, and he appealed to the people of this country for their snpport, and they supported him in doing it.

They said: Yes, we believe in that policy. Why should we turn from that policy now?

Why Build the G.T.P.7

If it does not make any difference which way the traffic goes, why spend \$50,000 or \$60,000, or \$133,000 per mile to build a railway from Quehec through to Moncton and duplicats the Intorcolonial, which wo had before? Why do that, if it does not make any difference whether or not tho traffic goes through Canadian soil? For my part, I can see no reason. What is the reason for the right hon. gentleman's ehange of view? I could take the 'Hansard' and read to you the strong words of the right hon. gentleman when he said, in this House, that of all things in connection with the policy of Cunada as related to the United States, the one thing we must do is to be independent of the Amerieans. That is a policy, Sir, which I believe in.

Laurier Has Gone Back on His Policy.

He never said a word in the whole course of my close association with him with which I ngreed more fully than I did with that statement, but the difference is that I believed it then and I believe it now, and so long as I have the honour to have anything to say about the public affairs of Canada in the most humble capacity I shall continue to support what I helieve to he the loyal acticy that the people of Canada desire to have followed.

Why Americans Want Reciprocity.

We know why it is that the other policy is being supported. We know why the milling trust of St. Paul and Minneapolis are in favour of this proposal; it is because they want to get the hard wheat of the Canadian northwest without pnying duty and drive our millers out of the export market. That is just as easy as adding two and two together. The northwest miller of the United States gets \$2 or \$3 a ton more for his offal than the miller in Canada, and that makes the difference; tho Canadian miller has no chance in the world in the competition which is hrought about in this way. The northwest miller of the United States would get the wheat free now if he could. The meat trust would get meat free if they could.

Would Americans Abolish the Duty?

We have often been told that they might take the duty off if they wanted to, but they cannot take the duty off, because they have a population of farmers who do not propose to permit these gentlemen to manipulate the duties to suit themselves. By we understand why the milling people would want this arrangement in regard to transportation, why the meat trust would want it and why the United States Steel Corporation want to gst into our marksts.

A Blow at Canadian Ports.

We can understand why the Chamber of Commerce in New York, always in favour of reciprocity, should favour this arrangement, because in this last year they have been conducting an inquiry to ascertain why Montreal has been growing so rapidly and becoming a rival of theirs in connection with the export trude. We know why it is that the New England States, looking jealously upon the commercial development of our St. Lawrence route, should support this trenty to get the great trade which is building up Montreal and the St. Lawrence route down by their own channels. But can nnyhody in the world tell me why n Canadian, devoted to the interests of Canada, should support the arrangement which we have here it

The Grip of the United States.

What will be our future relations with the United States? I rend the argument presented by the hon. member for North Toronto (Mr. Foster) upon that aspect of the case. I see no possible answer to it. It seems to be perfectly clear to me that every day in which we adupt ourselves to tho markets of the United States, that every day in which we eater to those marksts, that every day in which we adapt all our arrangements to entering to that mar-ket, strengthens the grip of the United States upon Canada. And while everybody, of course, repudiates as absurd the iden of any conscious interference either with our political independence, or with our commercial independence, I do not believe that if this treaty goes into effect there will ever again, so long as it goes on, unless a rupturo takes place, be a revision of our tariff in which United States interests, United States lobbyists, and United States pressure will not he brought to bear on this parliament. What is the only possible effect?

Americans Dominating us Already.

The only possible effect is domination of the smaller by the lnrger, and if you say you do not think there is any danger of any domination I say that I think the domination has come now, that we have it in the discussion of this treaty. How did it get here, what hrought it about?

The Big Club.

For 30 years the United States had nothing to say to us, and then, when we have finally, definitely won our commercial indspendence and put ourselves into such a position that we were perfectly independent, what happensd? They shook a club over our heads, they threatened a surtax.

The Concessions of 1916.

It was threatened a year ago. Then our friends of the government were asked to make concessions in order that this surtax might be avoided. The government mads some concessions. I think they ...ere vory trifling in character; I do not think they wore of much importance, but I do think it would have been as well if the government had stood its ground at the start. Nevertheless, we all know that in international matters it is necessary to leave a great deal to the government. You cannot know everything that passes, and you must leave a great deal to the discrotion of the government in international matters.

Gevernment Should Have Stood Firm.

But I am prepared to say now that I think we all made a mistake. I think the tima to have stood our ground was the first time the club was flouriehed.

What has been the history of our relations with the United States?

Americane Are Beckoning.

For the last 30 or 40 years we have been ignored and buffoted by them, and during all that time we have taken our wny secure, firm, sereue uoder the strong arm of the British Empire. Now we come to the point when we are of some use; we are just heginning to be of some use. Up to nearly the present time we have been more or less of a puisance to the empire; now we are beginning to get to the point when we add something to the prestige of the British Empire, to the point when, if necossnry, we can send some men, or some ships, or some money; we can be of some use to the empire that has given us our ilberties and all the traditions of our citizenship. When we get to that point what happens? The United States beckons from Washington and we are asked, the first time anybody beckons, to tura from the path that leads to the capital of the empire, and to turn towards the path that leads to Washington. I say, so far as I am concerned: Not for me.

Americans Mean Annexation.

What is the reason, I nsk you gentlemen of this committee, representatives of the Canadian people, trustees of the Canadian people, of their highest and their best

rights and iiberties, I ask you what is the reason that is heing put forward hy the ropresentatives of the peopia of the United States for proffering to us the terms which they are giving. There is the representative, Mr. Clark, of the Democratic party. I decline to discuss for a second the suggestion that he was not speaking seriously. If it had not been for Mr. Clark and the Democratic party this treaty never would have got through tha House of Representatives; it was he who put it through; let him speak for himself. Ile says thet he and his party ara in favour of this proposai because it leads to annexation.

What did Mr. Taft, the leader of the Republican party, say? The Dominion of Canada is a strong country; it has a great storehouse of aatural resources. He says it has been pursuing a strong and ouccessful policy of dovelopment, hat it has got to the parting of the ways. He says: Now, before the Dominion of Canada is irrevocably fixed in the policy which leads to the consolidation and the strengthening of the British Empire, we must turn her from her course. Is there any dispute about it? It cannot be disputed.

We Must Pay the Price.

I say to my hon. friends of the Liberai party, as well as to my hon friends of the Conservative party: Stop and taink; you are all grown mea, you are all men of wisdom and discretion. It is a safe thing for the representatives of seven and a half millions to say to the represectatives of ninety millions of people: You may say what you like; we will take your terms, but we will not give the price? Sir, for my part, I say that I do not think such a course is wise, and I do not think it is possible. I say that if we accept the terms we shall assuredly be called upon to pay the price.

Sir, I oppose these resolutions, because, in my judgment, they reverse the great and successful policy under which the people of Canada, fighting against poverty, against natural obstacles, against geographical conditions, have made of their country one of the most enviable in the world. These resolutions, in my judgment, spell retrogression, commercial subordination, the destruction of our national ideals and displacement from our proud position as the rising hope of the Britiah Empire.

