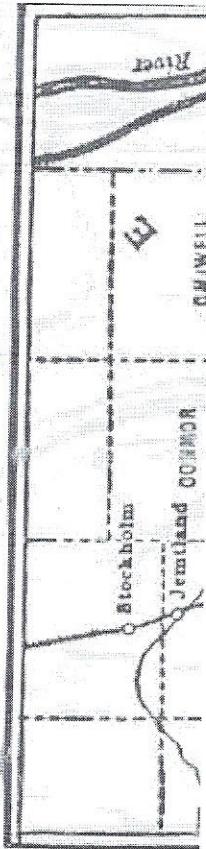


Canadian Pacific Railway Acquires Control of Aroostook Valley Railroad.

The Canadian Pacific Ry. Co. applied on Feb. 25 to the United States Inter-state Commerce Commission for approval of the transaction by which it has acquired stock control of the Aroostook Valley Rd. Co. The negotiations between the C.P.R. and Senator A. R. Gould, of Presque Isle, Maine, for a transfer of his interest in the A.V.R., were mentioned in Canadian Railway and Marine World for January, pg. 34, where it was stated that it was expected that a deal would be concluded and that an application to the Interstate Commerce Commission for approval would be made. The C.P.R. had a stock interest in the A.V.R. previously. We are advised officially that by the arrangement with Mr. Gould the C.P.R. will receive from him 2,000 A.V.R. shares for a consideration of approximately \$529,000, giving it a total holding of 2,400 shares out of the 2,970 constituting the A.V.R. total stock capitalization. There have been close traffic relations between the C.P.R. and the A.V.R. for many years.

1931 miles. The rolling stock consists of 2 electric freight locomotives, 4 motor passenger cars, 14 freight cars, and 1 motor snow plough. Power is bought from Gould Electric Co., Presque Isle. Capital stock authorized consists of 3,000 \$100 shares, of which 2,969 were outstanding at Dec. 31, 1928. At that date, there were 4 classes of funded debt, as follows:—first 4%, \$250,000; outstanding, \$184,500; \$1,000 coupon bonds, registerable as to principal; dated Aug. 1, 1909, due Aug. 1, 1929; guaranteed as to interest by Canadian Pacific Ry.; secured by first mortgage on 12 miles of line between Presque Isle and Washburn. First and refunding 4%, 1961; authorized, \$455,832; outstanding, \$433,430; £100 coupon bonds; dated July 1, 1911; due July 1, 1961;



at by the arrangement with the C.P.R. will receive from A.V.R. shares for a consideration approximately \$529,000, giving holding of 2,400 shares out of 10 constituting the A.V.R. total capitalization. There have been close relations between the C.P.R. and A.V.R. for many years.

R., which is electrically operated, the productive potato territory of Aroostook County, Maine, and with the C.P.R. at Washburn on the C.P.R. Aroostook Subdivision, Division, New Brunswick District miles from Aroostook. The line in the accompanying sketch runs with the C.P.R. Aroostook main line branching off from the main Edmundston line at Aroostook. The Bangor and Aroostook Rd. also passes through Washburn.

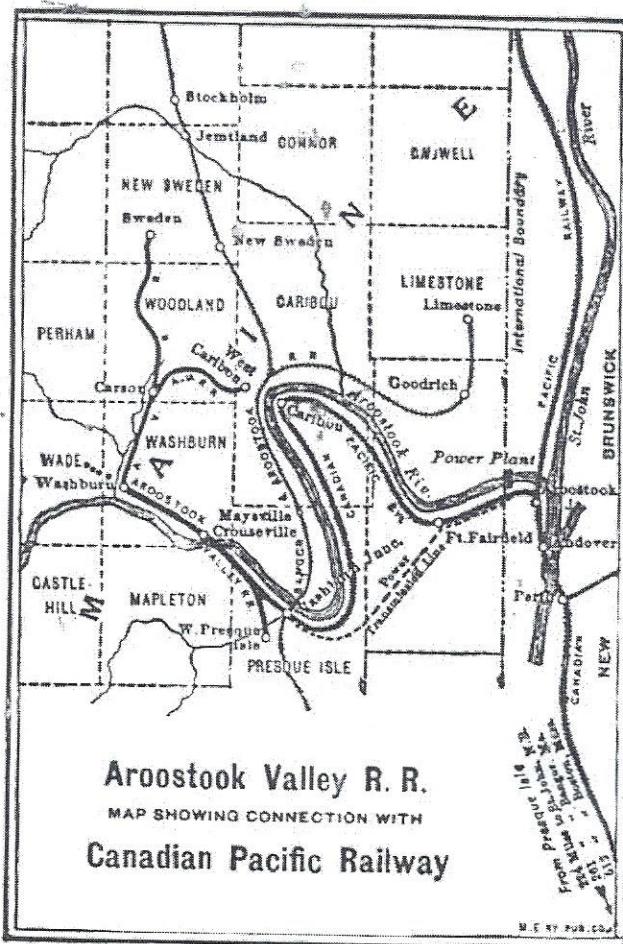
The A.V.R. line is in the continuation, westerly and of the C.P.R. Aroostook Subdivision branch line. The latest available information is as follows.—The Valley Rd. Co. was incorporated in 1902, with head office at Presque Isle. Its directors are: Senator Gould, President; L. E. Gould, Vice President; H. N. Crandall, Treasurer; General Manager; O. K. Story, and Wally. C. F. Daggett is Secre-

some account for the years 1927 and 1926 was as follows:

	1927	1926
revenue	\$207,872	\$196,838
expenses & taxes	123,899	109,120
net income	83,973	87,718
me	2,917	4,238
.....	86,890	91,956
.....	42,362	51,302
.....	44,528	40,654
rest earned	2.05	1.79

alance sheet position at Dec. 31, as follows:—Assets.—property, \$3; sinking fund, \$2,293; investment, \$26,062; capital stock discount, bond discount, \$17,156; unadjusted credits, \$11,831; cash, \$17,882; reserves, \$20,622; materials and supplies, \$3,815; total, \$1,491,144. Liabilities.—capital stock, \$296,900; funded debt, \$4,230; reserve for depreciation, unadjusted credits, \$347; sinking fund, \$43,441; surplus, \$189,190; payable, \$14,925; loans and bills payable, \$80,000; mat. int., divs., etc., accrued interest, \$8,759; other liabilities, \$781; total, \$1,491,144. Line extends from Washburn Jct. to Presque Isle Jct., 2 miles; from Pres-

que Isle Jct. to Presque Isle, 16 miles; from Presque Isle to French River, 16 miles; from French River to St. John's River, 16 miles; from St. John's River to Brunswick, 16 miles.



interest payable May 1 and Nov. 1 at Bank of Montreal, London, England; sinking fund begun after 1915; guaranteed as to interest by Canadian Pacific Ry.; secured by general mortgage on company's property. First divisional 6's, 1947; authorized and outstanding, \$125,000; dated July 1, 1923; due July 1, 1947. Six per cent debentures, 1929; authorized, \$150,000; outstanding, \$61,800; dated June 1, 1909; due June 1, 1929; interest, accruing from Aug. 1, 1910, payable June and Dec. 1 at company's office.

The C.P.R. Co.'s annual report for the year ended Dec. 31, 1930, issued March 9, over the signature of E. W. Beatty, President, in referring to the purchase of A.V.R. Co.'s stock, said: "The price to be paid for the stock was based upon a valuation of the property, made by three valuers, the majority of whom have arrived at conclusions indicating a value of \$264.87 per share".

Canadian National Rys. Net Earnings.—Out of total C.N.R. net earnings of

recon
Oper
Canad
ized
vice
daily.
vice
retur
the n
to co
due &
turn
able
Whit
givin
actio
the ;
and
16, 1

Fu
Colu
Min
ask
fuel
of c
that
land
that
aim
and
fuel
ed
for
was
Mai
it w
Mai
Pri
dic
fere
rail
inte
the
its
in

N
its
Ont
der
pre
Ma
tior
tin
No
tav
den
T.
Cai
Gol
no