Deutsche Bank.

Direction.

BERLIN W.

14th Aug. 1897.

Dear Lord Mount Stephen,

So at last we have a President for the N.P.

I hardly need saying that we are much pleased at this result and hope it may prove to the best interests of the property.

The net earnings for the fiscal year ending June 30th 1897 will be about $ 6.800000, or about $ 600000 over the fixed charges. Poor as this result may be, it is in excess of what we anticipated three months ago. Even a man of less railway experience and ability than Mr. Hill ought not to have much difficulty in obtaining considerably higher results.

I see that you look for a rise in C. P. Shares during the autumn months. There is still a very large interest in these shares here.

Our Bank is increasing its capital to 150 millions marks absorbing two Provincial Banks with many branches. Including our reserve fund we will thus dispose of upwards of ten millions £, an amount far in excess of the capital and ressources of any other German bank.

Dr Siemens who is out

of town begs to be remembered to you.

Believe me, My Lord,

yours faithfully,

Arthur Grimmel