

March 6th. 1932.

Dear Mr. McAllister:-

Have just received your letter of the 1st. I had all ready sent you a copy of the letter from the Inspector of Taxes in regard to personal taxes. I have sent them my cheque.

Yesterday I took our books up to Vernon for audit by Maclachlan's man and had a few minutes talk with him. He thinks that we must wind up our present Company in order to get rid of the Surplus. His office are of the opinion that the regulation, now in force, regarding Family Corporations will this Session be done away with. It was one of the Bennit's proposals last year. All of his proposals were dropped for the time. They are likely to deal with most of them this session. Mr Maclachlan will be in Vernon on Wednesday next when I hope to have a talk with him.

When the shares were transferred to Donalds name we had to enter them in his name in our stock record book. When a dividend is declared the payment must be shown in his name. The transfer has to be reported to the Registrar of Companies in Victoria. We have to report to the Income Tax Office on a special form all dividends and to whom paid. Under these conditions it would be difficult not to show his name in the advances to shareholders. I think that there is some advantage in having the payments shown as they are, in that your income would shown as less. *at the rate*

on the tax returns filed before
Early last week all the snow went off the orchards and things had begun to dry up. I am glad to report that they are again covered with about ten inches of snow.

I did not have time to get out my own statement before handing the books over to the auditor, but as soon as he gets through I will lose no time in getting it out.

Yours sincerely,

