

Spokane Falls & Northern Railway Co. 7/2/98

To Lord Mount Stephen

For last year and half have said to Nor.Pac. pres. several times that when time comes we should jointly work to secure Spokane Falls & Northern running from Spokane to Rossland & Nelson. Recently N.P. bought control of both bonds & stock. Arrangement between N.P. & G.N. On Tues. next we receive and pay for the stocks & bonds - cost about \$6 million. About 1/3 of mileage is in Brit. Col. & thinks Can. Pac. should have Canadian portion at cost to avoid rate wars &c in future. This deal would have been closed by N.P. president & Adams without consulting [redacted] for Morgan's people who bear in mind our London agreement. M. has [redacted] by the City Nat Bank

