departmental staff deals with the other branches: the Veterans' Land Act Administration; the Rehabilitation Branch; the Canadian Pension Commission; the War Veterans' Allowance Board; General Administration; etc.

The Department has 17 District Offices and two Sub-District Offices in Canada, and maintains a District Office at London, England. The Administration of the Veterans' Land Act also maintains District and Regional Offices in readily accessible locations. Travelling rehabilitation units operating in certain of the more isolated parts of the country have greatly assisted the rehabilitation of many veterans who otherwise would have been unable to take advantage of their rights and privileges or, if they did, would have incurred excessive expense to both themselves and the Department.

Section 2.—Discharge Gratuities and Re-Establishment Credits

Gratuities granted under the War Service Grants Act were nearly all paid by the end of the fiscal year 1946-47. In the year ended Mar. 31, 1948, the amount paid covered veterans who became qualified under the Allied Veterans Benefits Act for the payment of gratuities at Canadian rates, and also amounts paid in the settlement of estates in the case of those who were killed in action or who died during service.

| Year and Service | Navy | Army | Air Force | Total |
|--|---------------------|---------------------------|-------------------------------------|------------------------|
| | \$ | \$ | \$ | \$ |
| 1945—1 Forces Auxiliary Services | 973,957 Nil | 14,663,621 Nil | 3, 468, 852 Nil | 19,106,430 _ |
| 1945-46 Forces Auxiliary Services | 27, 277, 981 180 | 121,003,583 58,646 | 64,157,015 36,115 | 212,438,579 94,941 |
| 1946-47— Forces Auxiliary Services | 17,766,165 730 | 170, 585, 767 327, 176 | 32,926,652 121,253 | 221,278,584 449,159 |
| 1947-48 — Forces Auxiliary Services | 891,968 Nil | $11,191,667\ 309,823$ | 1,310,435 Cr. 5,198 ² | 13,394,070 304,625 |
| Totals | 46,910,981 | 318,140,283 | 102,015,124 | 467,066,388 |

1.—Gratuity Payments Under the War Service Grants Act, Years Ended Mar. 31, 1945-48

¹ January, February and March only. ² This credit is the result of a bookkeeping adjustment from 1946 to 1948.

Re-Establishment Credits.—During the fiscal year 1947-48 the amount of re-establishment credit authorized for use by veterans was slightly over \$67,100,000, some \$29,000,000 less than the amount authorized in 1946-47 when disbursements reached a peak of more than \$96,500,000.

The percentage of re-establishment credit used for the various purposes remained relatively static. The purchase of furniture continued to be the main purpose, although it dropped from 74 p.c. of the total credits used up to Mar. 31, 1947, to 57 p.c. at Mar. 31, 1948. It is interesting to note that, by Mar. 31, 1948, of the approximately \$192,000,000 re-establishment credit authorized for veterans, about