

- (b) A statement of the nature and terms of the amalgamation, transfer or reinsurance; and
- (c) A certified copy of the agreement under which such amalgamation, transfer or reinsurance is effected; and
- (d) Certified copies of the actuarial or other reports upon which such agreement is founded; and
- (e) A declaration under the hands of the president and manager of each company that to the best of their knowledge and belief every payment made or to be made to any person whatsoever on account of the said amalgamation, transfer or reinsurance is therein fully set forth, and that no other payments beyond those set forth have been made or are to be made either in money, policies, bonds, valuable securities or other property, by or with the knowledge of any of the parties to the amalgamation, transfer or reinsurance.

Sanction of
Treasury
Board
essential.

11. No such company shall amalgamate with another company, transfer its business to or reinsure its business in another company, unless such amalgamation, transfer or reinsurance is sanctioned by the Treasury Board in accordance with this section: Provided, however, that this section shall not apply to the contracts of reinsurance made by companies in the ordinary course of their business.

Proviso.

"Company"
defined.

12. The word "company," when used in this section with reference to another party with which a company is authorized to make an agreement, shall extend to and include any corporation transacting the business of life insurance and incorporated under the laws of Canada or under the laws of any Province of Canada, or of the late Province of Canada.

"Annual
statement."

57. In this section "annual statement" shall mean the annual statement filed or required to be filed under section thirty-seven of this Act in respect of the Canadian business of the company.

Annual
statement
to contain
reserve.

2. The liabilities in the annual statement of every company shall include a reserve for all unmatured obligations guaranteed under the terms of its policies dependent on life, disability, sickness, accident, or on any other contingency, or on a term certain.

Computation
of reserve.

3. In computing the reserve for all unmatured obligations guaranteed under the terms of the policies dependent on life contingencies only, the valuation shall be made in accordance with the following prescriptions, namely:—

- (a) The rate of interest assumed shall not exceed the rate prescribed in the First Schedule to this Act;
- (b) The tables of mortality used shall be the tables prescribed in the said Schedule to this Act: Provided that if it appears to any company that the reserves for any particular class of policies cannot be appropriately computed by any table of mortality prescribed