

the assets of the company over its liabilities, as may be approved by the Superintendent for the purposes of such investments outside Canada.

- (3) The assets to be retained in Canada under subsection (2) do not include assets in the form of
 - (a) bonds, debentures or other evidences of indebtedness or shares of corporations incorporated outside Canada, and
 - (b) mortgages or hypothecs on real estate or leaseholds outside Canada or loans on the security of real estate or leaseholds outside Canada.
- (4) The holding of securities of the”.

A copy of the Minutes of Proceedings and Evidence relating to this Bill (*Issues Nos. 17 and 19*) is tabled.

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(The Minutes of Proceedings and Evidence accompanying the said Report recorded as Appendix No. 24 to the Journals).

Mr. Gillespie for Mr. Clermont, from the Standing Committee on Finance, Trade and Economic Affairs, presented the Twelfth Report of the said Committee, which is as follows:

Your Committee has considered Bill S-9, An Act to amend the Loan Companies Act, and has agreed to report it with the following amendment:

Clause 25:

Strike out lines 32 to 42 inclusive on page 33 and line 1 on page 34 and substitute therefor the following:

- “(2) A loan company shall at all times retain in Canada assets at least equal to the aggregate of
 - (a) its liabilities in Canada; and
 - (b) the excess of the assets of the company over its liabilities less an amount equal to the greatest of the following:
 - (i) ten per cent of such excess,
 - (ii) a proportion of such excess equal to the proportion that the liabilities in respect of its business outside Canada is of the liabilities of the company, and
 - (iii) if the company is required to make investments outside Canada in order to comply with the laws of the jurisdictions in which the company is carrying on business, such amount, not greater than the amount required for the purposes of such investments outside Canada and not greater than the excess of the assets of the company over its liabilities, as may be approved by the Superintendent for the purposes of such investments outside Canada.
- (3) The assets to be retained in Canada under subsection (2) do not include assets in the form of
 - (a) bonds, debentures or other evidences of indebtedness or shares of corporations incorporated outside Canada, and