

Mr. MACDONNELL: I would like to have a chance to think it over.

The CHAIRMAN: Does section 86 as amended carry?

Carried.

Section 87.

87. (1) The auditor shall report annually to the appropriate Minister the result of his examination of the accounts and financial statements of a corporation, and the report shall state whether in his opinion

(a) proper books of account have been kept by the corporation;

(b) the financial statements of the corporation

(i) were prepared on a basis consistent with that of the preceding year and are in agreement with the books of account,

(ii) in the case of the balance sheet, give a true and fair view of the state of the corporation's affairs as at the end of the financial year, and

(iii) in the case of the statement of income and expenditure, give a true and fair view of the income and expenditure of the corporation for the financial year; and

(c) the transactions of the corporation that have come under his notice have been within the powers of the corporation under this Act and any other Act applicable to the corporation;

and the auditor shall call attention to any other matter falling within the scope of his examination that in his opinion should be brought to the attention of Parliament.

(2) The auditor shall from time to time make to the corporation or to the appropriate Minister such other reports as he may deem necessary or as the appropriate Minister may require.

(3) The annual report of the auditor shall be included in the annual report of the corporation.

(4) Notwithstanding section seventy-eight, this section operates in lieu of section one hundred and twenty of *The Companies Act, 1934*.

Mr. CLARK: Mr. Chairman, in lines 25 and 26 I think the word "expenditure" should be changed to "expense", for the same reasons that were involved in the change in section 85.

Mr. SINCLAIR: I so move.

The CHAIRMAN: It is moved by Mr. Sinclair to delete the word "expenditure" in line 25 and the word "expenditure" in line 26 and insert the word "expense" in both cases. Shall the amendment carry?

Carried.

Shall clause 87 carry as amended?

Carried.

Clause 88.

88. In any case where the auditor is of the opinion that any matter in respect of a corporation should be brought to the attention of the Governor in Council, the Treasury Board or the Minister of Finance, such report shall be made through the appropriate Minister.

Mr. FULTON: In clause 88, Mr. Chairman, shall we make the same insertion of the word "forthwith" after the word "made" as we did in clause 73?

The CHAIRMAN: I do not see any objection to it personally. Is this amendment acceptable to the committee? Mr. Fulton moves that we add the word "forthwith" on the 47th line, or at the beginning of the 48th line.

Carried.