

The purpose of proposed new section 9A is to give the Corporation express powers of interim investment of funds received for the purpose of investment in mortgages.

The purpose of proposed new section 9B is to give the Corporation power to issue bonds by way of pledge to chartered banks in Canada.

The purpose of proposed new section 9c is to give moneys received by a pledge of bonds the same legal status as moneys received by a sale of bonds.

The purpose of proposed new section 9D is to give the holder of a bond by way of pledge the same legal status as a holder of a bond by way of purchase.

The purpose of proposed new section 9E is to authorize the directors to use moneys in Mortgage Fund A to redeem Series A Mortgage Bonds issued by way of pledge, and to authorize the directors to use moneys in Mortgage Fund B to redeem Series B Mortgage Bonds issued by way of pledge.