

THE HOUSE OF COMMONS OF CANADA.

BILL 140.

An Act to amend The Small Loans Act, 1939.

1939, c. 23.

HIS Majesty, by and with the advice and consent of the Senate and House of Commons of Canada, enacts as follows:—

1. Subsection two of section three of *The Small Loans Act, 1939*, chapter twenty-three of the statutes of 1939, is repealed and the following substituted therefor:—

Not more than one and one-half per cent per month.

“(2) The cost of the loan mentioned in subsection one of this section shall, for a loan for a period of fifteen months or less, not exceed one and one-half per centum per month on the amount actually advanced to the borrower and monthly balances thereof from time to time outstanding, and, for a loan for a period greater than fifteen months, the cost of the loan shall not exceed one per centum per month on the amount actually advanced to the borrower and monthly balances thereof from time to time outstanding and in addition thereto such proportion of one half of one per centum per month on the said amount and balances as fifteen is of the period of the loan expressed in months.”

Reduction if term of loan more than 15 months.

2. Paragraph (b) of section fourteen of the said Act is repealed and the following substituted therefor:—

Limitation as to amount, time and cost of loan.

“(b) lend money in sums not exceeding five hundred dollars in amount and may charge, exact or receive or stipulate for the payment by the borrower of a sum of money as the cost of a loan which shall not exceed an amount equivalent to the amounts or rates herein prescribed, namely, in the case of a loan for a period of fifteen months or less, one and one-half per centum per month on the amount actually advanced to the borrower and monthly balances thereof from time to time outstanding, and in the case of a loan for a period greater than fifteen months, one per centum per month on the amount actually advanced to the borrower and monthly