

Amendment. **2.** Chapter 78 of the statutes of 1960-61 is further amended by adding thereto, immediately after section 9 thereof, the following sections:

Power of interim investment.

"**9A.** All moneys received by the Corporation for the purposes of Mortgage Fund A, until invested in the manner provided in section 8 of this Act, and all moneys received by the Corporation for the purposes of Mortgage Fund B, until invested in the manner provided in section 9 of this Act, may be invested in the bonds, debentures or other securities of, or guaranteed by, the government of Canada or the government of any province of Canada, or in any loans fully secured by such bonds, debentures or other securities." 5 10

Power to pledge bonds to banks.

"**9B.** Notwithstanding anything contained or expressed in this Act, the Corporation may issue Series A Mortgage Bonds or Series B Mortgage Bonds to chartered banks in Canada by way of pledge as security for money borrowed: Provided that in no event shall the principal amount of the bonds so issued exceed the moneys borrowed on the security thereof." 15 20

Proviso.

Moneys received through pledge of bonds.

"**9C.** All moneys received as a consequence of the issue of Series A Mortgage Bonds or Series B Mortgage Bonds by way of pledge shall, for the purposes of subsection (2) of section 8 and subsection (2) of section 9 of this Act, be deemed to be moneys received from the sale of such bonds." 25

Pledgee deemed to be a holder.

"**9D.** Any bank to which a Series A Mortgage Bond or a Series B Mortgage Bond is pledged shall be deemed to be the holder thereof for the purposes of subsection (3) of section 8 and subsection (4) of section 9, as the case may be, of this Act." 30

Power to redeem bonds pledged.

"**9E.** The directors may withdraw from Mortgage Fund A such amounts as may be required from time to time to repay moneys borrowed on the security of Series A Mortgage Bonds issued by way of pledge and may withdraw from Mortgage Fund B such amounts as may be required, from time to time, to repay moneys borrowed on the security of Series B Mortgage Bonds issued by way of pledge." 35