

**26.** The present paragraph (c) of Part I of the First Schedule reads as follows:

"(c) Employment outside of Canada, or partly outside of Canada, for the purpose of the execution of some particular work, by persons who were insured persons immediately before leaving Canada, for an employer resident or having a place of business in Canada, being employment which if it were employment in Canada, would make the persons employed therein insured persons within the meaning of this Act; subject however, to any prescribed conditions, modifications or exceptions."

The Commission has made preliminary investigations regarding the extension of the provisions of the Act to employment in transportation by water. It will be necessary to tie in any proposed action with social security provisions for seamen in the United States and Great Britain so that there may be neither serious gaps nor duplications in coverage and benefit.

It is hoped that in a few months the Commission will be in a position to recommend action being taken under subsection two of section eighty-six of the Act to have seamen insured. Such action, however, is predicated upon an amendment to paragraph (c) which at present restricts the insurability of employment outside of Canada to such a degree as to make the Act inapplicable to employment outside Canadian territorial waters, notwithstanding any action under subsection two of section eighty-six.