

loans from Her Majesty to the National Company or by means of issues of securities of the National Company, authorized and guaranteed as to interest and principal by Her Majesty, the cash proceeds by either method to be used only for the financial requirements of Air Canada, the capital needs of the National Company itself being met entirely through the sale of preferred stock to Her Majesty and from reserves from depreciation and debt discount; to authorize Her Majesty to continue to purchase until December 31st, 1968, Canadian National Company 4 per cent preferred stock in an annual amount not exceeding 3 per cent of the gross revenues of the Company; to extend until December 31, 1968, the moratorium on interest on the loan of \$100,000,000 to the Company authorized by the National Railways Capital Revision Act of 1952; to authorize Her Majesty to make loans to the Canadian National Railway Company and Air Canada to meet deficiencies in operating reserves to June 30, 1968, any such loans to be repaid from revenues of the Railway Company and Air Canada or, if revenues prove insufficient, by subsequent deficit appropriation by Parliament.

Resolution to be reported.

The said resolution was reported and concurred in.

Mr. MacEachen for Mr. Sharp, seconded by Mr. Côté (Longueuil), by leave of the House, presented Bill C-151, An Act to authorize the provision of moneys to meet certain capital expenditures of the Canadian National Railways System for the period from the 1st day of January, 1967 to the 30th day of June, 1968, and to authorize the guarantee by Her Majesty of certain securities to be issued by the Canadian National Railway Company, which was read the first time and ordered for a second reading at the next sitting of the House.

The House resolved itself again into Committee of Supply and progress having been made and reported, the Committee obtained leave to sit again at the next sitting of the House.

By unanimous consent the House reverted to "Motions".

On motion of Mr. McNulty, seconded by Mr. Matheson, it was ordered,— That the names of Mrs. Rideout and Messrs. Andras and Groos be substituted for those of Messrs. Chatwood, Clermont and Crossman on the Standing Committee on Transport and Communications.

(Proceedings on Adjournment Motion)

At 10.07 o'clock p.m., the question "That this House do now adjourn" was deemed to have been proposed pursuant to provisional Standing Order 39-A;

After debate the said question was deemed to have been adopted.