

repealed as aforesaid, shall be held to have come into force, and to have taken effect, on the eighth day of April, in the present year of Our Lord one thousand eight hundred and seventy, and to apply to and determine the duty payable on any articles therein mentioned, manufactured or made, or on which the duty of excise shall become payable on and after the said day, under the provisions of the said Act.

18. The following proviso is hereby added to the ninth subsection of the thirty-first section of the said Act respecting the Inland Revenue, and shall be read and construed as part of the said section :—

Proviso added as to certain articles.

“ Provided always, that the undermentioned articles when “ manufactured in Bond shall, when entered for consumption in “ Canada, be subject to the following duties of Excise and to no “ other, that is to say :—

“ Vinegar, per gallon, three cents ;

“ Methyated Spirits, being composed of Alcohol mixed with “ Wood Naptha, in such proportions, and subject to such Regula- “ tions as may from time to time be made by the Treasury Board, “ —for every gallon of the strength of proof, and so in proportion “ for every greater or less strength, and for every less quantity “ than a gallon, twelve cents.”

19. Any molasses imported into Canada may be removed in bond without the payment of duties of customs thereon, into a licensed distillery, and there used in the manufacture of spirits of any kind, subject to Regulations to be made by the Governor in Council under the said Act respecting the Inland Revenue, and when so used the bonds given in that behalf shall be cancelled : and, if the spirits manufactured from such molasses are exported under the provisions of the said Act, no duty shall be payable thereon ; but if such spirits are entered for consumption in Canada, then the duty of excise on the spirits manufactured from such molasses shall be sixty-five cents per gallon ; and the Governor in Council may, by Regulations, fix the quantity or the mode of determining the quantity of spirits, which shall be held to be equivalent to any assigned weight of molasses.

Molasses may be manufactured into spirits in bond.

20. Subject to Regulations to be made by the Governor in Council, under the said Act respecting the Inland Revenue, any Licensed Distiller who imports and receives into his distillery, and uses in the manufacture of spirits therein, any foreign grain on which a duty of Customs has been paid, and exports spirits thereafter made in such distillery, shall, on due proof of such use and export, be entitled to a drawback not exceeding one cent and a half of a cent per gallon of the strength of proof, on a quantity of the spirits so exported, not exceeding three gallons and a half for each bushel of duty-paid grain so consumed as aforesaid.

Drawback on duty-paid grain used in distilleries.