

## AFTERNOON SESSION

The committee resumed at 4 p.m.

The CHAIRMAN: Gentlemen, we have a quorum. We have now arrived at section 3.

ARTHUR P. REID, resumes.

Mr. MARTIN: Mr. Chairman, before we proceed I have two documents which I would like to put in as exhibits. One was referred to the other day by Mr. McGeer as being the product of Mr. Forsyth and I have a printed statement also by Mr. Forsyth, and as Mr. Forsyth is to be before the committee to-morrow I think it would be well that as many members as possible have an opportunity of seeing these two documents. I shall put them in for that purpose.

(Typewritten document by Mr. Forsyth marked Exhibit 1).

(Printed documents by Mr. Forsyth marked Exhibit 2.)

The CHAIRMAN: What is the pleasure of the committee with regard to section 3?

HON. Mr. STEVENS: May I ask if there is a motion before the committee?

The CHAIRMAN: The motion is in regard to passing section 3, I presume. Do we need a separate motion for each section?

Mr. CLEAVER: There is a motion to amend it.

The CHAIRMAN: We have not an amendment.

Mr. MARTIN: I move, as Mr. Duffus is not here, that Bill No. 58, letter C of the Senate, be amended by striking out sections 3, 4, 5 and 6 thereof and by substituting the following therefor:—

Paragraph (b) of subsection 1 of section 5 of the said act as enacted by section 2 of chapter 94 of the statutes of 1929 is amended by adding thereto as sub-paragraph (iv) the following:

Loans of  
\$500 or less.

Aggregate  
charge.

Not exceeding  
2 per centum  
per month.

Periods  
of loans.  
Prepayment.

“(iv) whenever the company, under authority of this act, makes a loan of five hundred dollars or less sub-paragraphs (i) (ii) and (iii) of this paragraph (b), shall not apply. Instead, the company may, with relation to such loan, make against the borrower an aggregate charge, expressible as a percentage of the principal money loaned, which charge shall be deemed to include all interest on the loan, all charges thereon or therefor of every nature and kind other than interest, all disbursements (except for registration fees as hereunder provided) made in connection with the loan and all other fees, charges or services whatsoever arising out of or incidental to the loan. Such aggregate charge shall not be wholly or partly deducted in advance and it shall not exceed two per centum per month on the amount or balance of principal money remaining owing from month to month, but any money actually disbursed as registration fees relating to the documents of loan and payable by law may be added to and treated as part of the principal money loaned. Such loans shall not be made for periods in excess of eighteen months and they may be prepaid at any time by payment of principal, any part of the aggregate charge accrued or owing and an additional payment of the aggregate charge for one month, in lieu of notice. Such additional charge shall not be payable, however, in case of the

[Mr. Arthur P. Reid.]