

Mr. Cathers, from the Standing Committee on Banking and Commerce, presented the Third Report of the said Committee, which is as follows:

Your Committee has considered Bill C-37, An Act respecting the Taxation of Estates and has agreed to report it with the following amendments, namely:

Clause 7

Page 10, line 35, after the word "section" insert the following:
"64, 78 or"

Clause 9

Page 16, line 19, delete 39 and substitute 38 therefor.

Clause 12

Page 17, strike out lines 39 and 40 and substitute therefor the following:

"(5) The Minister may at any time assess tax, interest or penalties under this Part or notify in writing any person by whom any return is filed that no amount is payable as tax under this Part in respect of the death of the deceased, and may"

Page 18, strike out lines 1 to 6 and substitute therefor the following:

"(b) within four years from

(i) the date of an original assessment or notification that no amount is payable as tax under this Part in respect of the death of the deceased, or

(ii) the date any property is disposed of under a disposition or agreement described in paragraph (1) of subsection (1) of section 3,

in any other case,

reassess or make additional assessments, or assess tax, interest or penalties under this Part, as the circumstances require."

Clause 28

Page 27, strike out lines 19 to 21 and substitute therefor the following:

"that belonged at that time to the deceased shall, unless it is established that the deceased and such one or more other persons were persons dealing with each other at arm's length, be determined for the purposes of this Part, as though each such share so belonging to the deceased formed part of a group of shares"

Clause 38

Page 32, strike out lines 21 to 24 and substitute therefor the following:

"effected on the life of the deceased or payable under an annuity contract in respect of the death of the deceased, and any policy of insurance or annuity contract in which the deceased had an interest shall be deemed to be situated in the place"

Clause 57

Page 43, line 39, after the word "prescribing" insert the following:
"the nature of"

A copy of the Minutes of Proceedings and Evidence relating to the above mentioned Bill is appended hereto.

(The Minutes of Proceedings and Evidence accompanying the said Report recorded as Appendix No. 5 to the Journals)