

of the insured and there is no contingent beneficiary within the meaning of section seven surviving the insured, the insurance money shall fall into and become part of the estate of the insured.

Mr. BURNS: Mr. Chairman, the department suggests a further amendment to subsection (5) to read: "as it falls due or otherwise as the minister may determine to the estate of the insured".

The CHAIRMAN: Where is that?

Mr. BURNS: In the last line: "shall be paid as it falls due or otherwise as the minister may determine to the estate of the insured".

The CHAIRMAN: There is a proposed amendment to (5) of 4: do you move the amendment, Mr. Dickey?

Mr. DICKEY: The proposal is that all the words after: "shall" in line 40 be struck out, and that there be substituted therefor: "be paid as it falls due or otherwise as the minister may determine to the estate of the insured"?

The CHAIRMAN: That is the proposed amendment.

Mr. DICKEY: I move that.

Mr. PEARKES: Would you read that again?

The CHAIRMAN: That all the words after the word "shall" in line 40 shall be struck out, and it will then read: "shall be paid as it falls due or otherwise as the minister may determine to the estate of the insured"; all the beneficiaries having predeceased the veteran.

Mr. HERRIDGE: That is more exact reading than the present reading.

The CHAIRMAN: Shall the amendment carry?

Carried.

The CHAIRMAN: Shall clause 4 as amended carry?

Mr. HERRIDGE: Mr. Chairman, what is the meaning in (2) of 4, of the words: "the beneficiary shall be the future spouse"? How do you determine who is a future spouse?

Mr. BLACK: In the Act there is a preferred class of beneficiary consisting of spouse, children, and if a man is unmarried when he takes out the policy, and later marries, his wife automatically becomes the beneficiary.

The CHAIRMAN: Shall clause 4 as amended carry?

Carried.

The CHAIRMAN: Clause 5:

5. Subsection two of section seven of the said Act is repealed and the following substituted therefor:

(2) Where the insured survives the spouse and all the children of the insured, the insurance money shall be paid to the contingent beneficiary or beneficiaries, if any, but in default of the designation of a contingent beneficiary, or in the event of the death of all the contingent beneficiaries within the lifetime of the insured, the insurance money shall fall into and become part of the estate of the insured.

The deputy says there is a similar amendment proposed there, that after the word "shall" in line 3, all the words in line 4 be struck out and the following substituted, "be paid as it falls due or otherwise as the minister may determine to the estate of the insured".

Mr. QUELCH: Would that be paid in the form of a cash surrender?

Mr. BLACK: No, that would be the face amount. It is a matter of a death claim arising where we do pay to the estate the face amount if no beneficiary survives to receive.