

12. This section is new. Its purpose is to allow trust companies to use amortized values in place of market values for securities issued or guaranteed by the Government of Canada or by the government of any province of Canada. Similar power is granted to life insurance companies in the *Canadian and British Insurance Companies Act* and has, more recently, been granted to chartered banks. The proposed section contains a definition of amortized values following a similar section in the *Canadian and British Insurance Companies Act*.