

(4) An estimate of the amounts required for the purpose of paragraph (3) of subsection (1) shall be included in the annual budget of the National System for the calendar year 1968.

Estimate to be included in budget

(5) Any amount payable under a contract entered into pursuant to paragraph (4) of subsection (1) shall be included in the annual budget of the National System for the year in which it will become due and payable.

Amount payable under contract to be included in budget

(6) No amounts shall be spent for a purpose mentioned in this section in excess of the aggregate amount authorized by this section in respect of that purpose, and for the purpose of this subsection any expenditure made under paragraph (4) of subsection (1) of section 3 of the Canada National Railway Financing and Guarantees Act, 1963-1966 shall be deemed to be an expenditure under paragraph (4) of this section.

Expenditure

(1) Subject to this Act and with the approval of the Governor in Council, the National Company may lease or acquire, or purchase or otherwise obtain, or incur other expenses, bearing such rates of interest and subject to such other terms and conditions as the Governor in Council may approve, to provide amounts required by Air Canada for the purposes mentioned in section 3.

Issue of securities

(2) Amounts provided for depreciation and debt discount amortization shall be applied towards meeting the expenditures required by section 3 other than those required by Air Canada.

Application of amounts available

Paragraphs (1) and (2) of section 3 of the Canada National Railway Financing and Guarantees Act, 1963-1966 in respect of the amounts required for capital expenditures under paragraph (1) of subsection (1) of section 3 of that Act, shall be deemed to have been issued under this section.

Amounts available to be issued

GUARANTEES

(1) The Governor in Council may authorize the guarantee by Her Majesty in right of Canada of the principal and interest of the securities mentioned in section 4 and may approve or decide the form, manner and conditions of such guarantee.

Guarantee

(2) A guarantee under this Act may be signed on behalf of Her Majesty by the Minister of Finance or by such other person as the Governor in Council may designate, and such signature is conclusive evidence for all purposes that the guarantee is valid and that the relative provisions of the Act have been complied with.

Signature of Minister of Finance