

The Order being read for the second reading of Bill C-229, An Act to authorize the provision of moneys to meet certain capital expenditures of the Canadian National Railways System for the period from the 1st day of January, 1965 to the 30th day of June, 1967, and to authorize the guarantee by Her Majesty of certain securities to be issued by the Canadian National Railway Company.

Mr. Turner, for Mr. Sharp, seconded by Mr. Hellyer, moved,—That the said bill be now read a second time.

After debate thereon, the question being put on the said motion, it was agreed to.

Accordingly, the said bill was read the second time, considered in Committee of the Whole, and progress having been made and reported, the Committee obtained leave to consider it again at the next sitting of the House

By unanimous consent, the House resolved itself into Committee of the Whole to consider a certain proposed resolution to encourage programs of scientific research and development in Canada.

*(In the Committee)*

The following resolution was adopted:

Resolved,—That it is expedient to introduce a measure to encourage the initiation of programs and the expansion of existing programs of scientific research and development in Canada by the payment out of the Consolidated Revenue Fund, on the authorization of the Minister of Industry, to corporations incorporated in and carrying on business in Canada, of grants in respect of capital expenditures in Canada, and in respect of increases in current expenditures in Canada over a specified base period by such corporations on scientific research and development in fiscal periods commencing with the fiscal periods of such corporations ending in 1966; to provide that such scientific research and development grants shall be exempt from Income Tax; and to provide for amendments to the Income Tax Act that are incidental to or consequential on the introduction of the said measure.

Resolution to be reported.

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The said resolution was reported and concurred in.

Mr. Drury, seconded by Mr. McIlraith, by leave of the House, presented Bill C-252, An Act to provide general incentives to industry for the expansion of scientific research and development in Canada and to effect certain related amendments to the Income Tax Act, which was read the first time and ordered for a second reading at the next sitting of the House.

By unanimous consent, the House resolved itself into Committee of the Whole to consider a certain proposed resolution to amend the Export Credits Insurance Act.