

(3) Subsection four of section four of the said Act, as enacted by section three of chapter thirty-eight of the statutes of 1945 (second session), is repealed and the following substituted therefor:

“(4) Where no person qualifies to receive payment of the gratuity or any unpaid balance thereof under this section in respect of a deceased member, the gratuity or the unpaid balance thereof shall form part of and be comprised in the deceased member’s ‘service estate’ as that expression is defined in subsection two of section forty of *The National Defence Act*.”

(4) Paragraph (g) of section two of the said Act, as enacted by section one of chapter thirty-eight of the statutes of 1945 (second session), is repealed and the following substituted therefor:

“(g) ‘forces’ means the naval, army or air forces of His Majesty raised in Canada;”

(5) Subsections two a and two b of section three of the said Act, as enacted by section one of chapter seventy-four of the statutes of 1946, are repealed and the following substituted therefor:

“(2a) Where a member joined the permanent naval or army forces or the regular air force of Canada on or before the thirty-first day of March, one thousand nine hundred and forty-six, or volunteers and is accepted for service in the naval, army or air forces of Canada for a special period terminating on or after the thirtieth day of September, one thousand nine hundred and forty-seven, the amount payable to such member under subsection two of this section shall be computed on the basis of the rates of pay and allowances payable to him or on his behalf at the commencement of his service excluded by section three A of this Act.

(2b) Where a member has been required, prior to the date on which he ceases to be entitled to gratuity, to accept pay and allowances at lower rates, by reason of reversion in rank or appointment, or otherwise as a condition of acceptance for service in the permanent naval or army forces or regular air force of Canada, or in the naval, army or air forces of Canada for a special period terminating on or after the thirtieth day of September, one thousand nine hundred and forty-seven, the rates of pay and allowances payable to him or on his behalf immediately prior to the date of his joining the permanent naval or army forces or the regular air force of Canada, or his acceptance for service in the naval, army or air forces of Canada for a special period terminating on or after the thirtieth day of September, one thousand nine hundred and forty-seven, may be used for the purpose of computing the amount paid to him under subsection two of this section.”

(6) Paragraph (b) of subsection four of section three of the said Act, as enacted by section two of chapter thirty-eight of the statutes of 1945 (second session), is repealed and the following substituted therefor:

“(b) in the case of a member of the army or air forces, subsistence allowance at the standard rates payable in Canada;”

(7) Subsections one and two of section three A of the said Act, as enacted by section two of chapter seventy-four of the statutes of 1946, is repealed and the following substituted therefor: