

## APPENDIX No. 2

has acted for four years in succession as Auditor of the affairs of any one bank, or if any member or members of the same firm have either or in the aggregate acted for four years in succession as Auditor or Auditors respectively of the affairs of any one bank, such person or any member of such firm shall not be again appointed to audit the affairs of such bank until a further period of one year shall have elapsed, provided, however, that one such person or any member of one such firm may be appointed during the two years next ensuing after the passing of this Act.

(7) By striking out subsection 8 and substituting therefor the following:

8. The remuneration of auditors shall be fixed by the shareholders at the time of their appointment, and in the event of any vacancy and the appointment of another auditor under the next preceding subsection, the remuneration so fixed shall be divided *between them as the directors shall consider just and reasonable.*

(8) By striking out subsection 16 and substituting therefor the following:

16. No auditor and no member of any firm of auditors shall be eligible for appointment as auditor of a bank hereunder *for a period of two years* if he or any member of his firm while acting as auditor of a bank accepts any retainer or undertakes any employment on behalf of or at the instance of such bank, or any officer thereof, whether at the expense of the bank or not, other than that of auditor hereunder.

(9) By adding as subsection 17 the following:

*No person shall be appointed an auditor of the bank, if such person or any member of his firm is a Director or officer of the bank.* 3-4 G. V., c. 9, s. 56. Am.

That section 76 of Bill No. 83 be amended by striking out of paragraph (d) of subsection 2 the words "and not exceeding ten thousand dollars" at the end of the said paragraph.

That section 113 of Bill No. 83 be amended as follows:—

(1) By striking out subsection 1 and substituting therefor the following:

1. Every return provided for or required under the last preceding section shall be accompanied by declarations which shall be a part of the return, and the declarations shall be in the form set forth in Schedule G of this Act, and shall be signed by the chief accountant, or by the acting chief accountant, and president, or a vice president, or the director then acting as president, and by the general manager or other principal officer of the bank next in authority in the management of the affairs of the bank at the time at which the declaration is signed, *and the persons respectively who sign the said return shall be held and deemed to be responsible for the truth of the facts certified by them in their respective declarations.*

(2) By striking out of subsection 4 all the words after "return" in line nine down to the end of the said subsection.

(3) By striking out paragraph (a) of subsection 5 and substituting the following therefor:

5. (a) the borrower has not for a period of *two years* preceding the date of such return, statement or balance sheet, paid the interest therein at the rate agreed, in cash, unassisted by the bank;

(4) By striking out subsection 6 and substituting therefor the following:

6. Whenever a bank carries on any part of its operations in the name of a corporation controlled by such bank, *then such bank shall, for the purposes of any return required under the last preceding section, transmit or deliver therewith, a separate return, showing the assets and*