
THE SENATE OF CANADA.

Y.]

BILL.

[1900.

An Act to amend *The Bank Act Amendment Act, 1900.*

HER Majesty, by and with the advice and consent of the Preamble.
Senate and House of Commons of Canada, enacts as follows:—

1. Section 40 of *The Bank Act Amendment Act, 1900*, is Act of present
5 hereby repealed and the following section substituted therefor : session
amended.
New s. 40.

“40. The agreement shall not be approved of unless it Sale of assets.
Conditions
of approval.
appears—

(a.) that proper provisions have been made for the payment
of the liabilities of the selling bank ;

10 (b) that the agreement provides for the assumption and
payment by the purchasing bank of the notes of the selling
bank issued and intended for circulation, outstanding and in
circulation ; and

15 (c.) that the amount of the notes of both the purchasing
and selling banks, issued for circulation, outstanding and in
circulation, as shown by the then last monthly returns of the
banks, do not together exceed the then paid-up capital of the
purchasing bank, or, if the amount of such notes does exceed
such paid-up capital, that an amount in cash equal to the
20 excess of such notes over such paid-up capital has been de-
posited by the purchasing bank with the Minister of Finance
and Receiver General.

“2. The amount so deposited as aforesaid shall be held by Return of
the Minister of Finance and Receiver General as security for deposit.
25 the redemption of said excess of notes, and when such excess,
or any portion thereof, has been redeemed and cancelled,
the amount so deposited, or an amount equal to the amount
of excess so redeemed and cancelled, shall from time to time
be repaid by the Minister of Finance and Receiver General to
30 the purchasing bank, on the application of such bank and on
the production of such evidence as the Minister of Finance
and Receiver General may require to show that the notes in
regard to which such repayment is asked have been redeemed
and cancelled.”