

issues of securities of the National Company, authorized and guaranteed as to interest and principal by Her Majesty, the cash proceeds by either method to be used only for the financial requirements of Trans-Canada Air Lines, the capital needs of the National Company itself being met entirely through the sale of preferred stock to Her Majesty and from reserves for depreciation and debt discount; to authorize Her Majesty to continue to purchase until December 31, 1965, Canadian National Company 4% preferred stock in an annual amount not exceeding 3% of the gross revenues of the Company; to extend until December 31, 1965, the moratorium on interest on the loan of \$100,000,000 to the Company authorized by the Canadian National Railways Capital Revision Act of 1952; to authorize Her Majesty to make loans to the Canadian National Railway Company and Trans-Canada Air Lines to meet deficiencies in operating revenues to June 30, 1965, any such loans to be repaid from revenues of the Railway Company and Trans-Canada Air Lines or, if revenues prove insufficient, by subsequent deficit appropriation by Parliament; and to raise the limit on the Canadian National Railway Company's authority to refund matured, maturing and callable securities from the present level of \$480,000,000 to \$680,000,000.

Resolution to be reported.

The said resolution was reported and concurred in.

Mr. McIlraith for Mr. Gordon, seconded by Mr. Pickersgill, by leave of the House presented Bill C-137, An Act to authorize the provision of money to meet certain capital expenditures of the Canadian National Railways System for the period from the first day of January, 1964 to the 30th day of June, 1965, and to authorize the guarantee by Her Majesty of certain securities to be issued by the Canadian National Railways Company, which was read the first time and ordered for a second reading at the next sitting of the House.

The Order being read for the second reading of Bill S-40, An Act to repeal certain Acts of the Province of Newfoundland respecting Harbours and Pilotage;

Mr. Pickersgill, seconded by Mr. McIlraith, 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 reported without amendment.

By unanimous consent, the said bill was read the third time and passed.

The Order being read for the second reading of Bill S-33, An Act to incorporate the Ottawa Terminal Railway;

Mr. Pickersgill, seconded by Mr. McIlraith, moved,—That the said bill be now read a second time.