

(6) Notwithstanding subsections (1) and (2) of section 6, where in the case of a transfer of any shares of the capital stock of the Bank to a transferee it appears that

- (a) the aggregate par value of all shares of the capital stock of the Bank held by the transferee as shown by the register of shareholders of the Bank at a date not more than four months earlier is less than five thousand dollars, and
- (b) the aggregate par value of the shares included in the transfer and any shares acquired by the transferee after the date mentioned in paragraph (a) and still held by him as shown by the register of transfers of the Bank in which it is sought to have the transfer made or recorded is less than five thousand dollars, the Bank is entitled to assume that the transferee is not and will not be associated with any other shareholder and, unless the address to be recorded in the register of shareholders of the Bank for the transferee is a place outside Canada, that he is a resident."

#### *New Clause 9*

Insert new clause 9 as follows:

"9. (1) Notwithstanding section 6, the Bank, upon its incorporation and with the prior approval of the Treasury Board, may, either before or after the first general meeting of the shareholders of the Bank, accept subscriptions for shares by residents without regard to the provisions of section 6, but no such subscriptions for shares may be accepted by the Bank except in accordance with and subject to such terms and conditions as the Treasury Board may by order prescribe.

(2) Notwithstanding sub-section 2 of section 7, the voting rights pertaining to any shares of the capital stock of the bank acquired through the acceptance of a subscription pursuant to subsection 1 of this section and held in the name of and for the use or benefit of a resident may be exercised by or on behalf of the holder thereof in accordance with and subject to such terms and conditions as the Treasury Board may by order prescribe."

#### *New Clause 10*

Insert new clause 10 as follows:

"10. Sections 5 to 9 inclusive of this Act shall have effect notwithstanding anything in the Bank Act but unless otherwise provided by Parliament shall cease to have effect upon the last day upon which the Bank may carry on the business of banking under the provisions of section 6 of that Act."

#### *Original Clause 6*

Amend by re-numbering as clause 11.

#### *Original Clause 7*

Amend by re-numbering as clause 12.

Your Committee has ordered a reprint of the Bill, as amended.

A copy of the Minutes of Proceedings and Evidence relating to this Bill (*Issues Nos. 1 to 3 inclusive*) is appended.

*(The Minutes of Proceedings and Evidence accompanying the said Report recorded as Appendix No. 2 to the Journals)*