

Mr. MACDONALD (*Rosedale*): In that connection do you foresee in the early days of the bank the establishment of an agency in New York or any other city, such as the chartered banks have now?

Mr. COYNE: You mean outside Canada?

Mr. MACDONALD (*Rosedale*): Yes, I mean outside Canada.

Mr. COYNE: We might have to have one in New York and possibly one in London, but not right away even for foreign exchange dealings. I believe there is adequate provision for foreign exchange dealings in Canada. The dealings in the foreign exchange market are largely in Montreal and Toronto, and the dealings in government securities are largely in Montreal and Toronto. Therefore we would have to have an office in Montreal and Toronto, and probably in Ottawa for the government securities.

Mr. MACDONALD (*Rosedale*): To carry on effective banking business you would not require a New York agency?

Mr. COYNE: I will take that under advisement. I do not know enough about it to answer now, but we will find out when we come into the foreign exchange field and service to exporters, and things like that.

● (4:35 p.m.)

Mr. MACDONALD (*Rosedale*): Just as a matter of interest, in any such planning which you have carried forward to this date have you had associated with you any personnel with actual chartered bank experience as opposed to your own and central banking experience?

Mr. COYNE: Yes, we have, but I would not want to give you names or to go into the details or anything of this sort at the present time.

Mr. MACDONALD (*Rosedale*): At page 378 of the Porter Commission report there is this statement:

Thus, in our view the federal banking legislation must cover all private financial institutions issuing banking liabilities; that is, claims which serve as means of payment or close substitutes for them. With certain exceptions to be noted below, it should cover those financial intermediaries issuing claims which may be transferred immediately or on short notice by cheques or on customers' orders.

Probably this question would be more appropriately directed to Mr. Stevens. Mr. Stevens would you regard York Trust as being included in those two sentences?

Mr. STEVENS: Yes.

Mr. MACDONALD (*Rosedale*): What view would you take as the spokesman for related institutions of the incorporation of York Trust and others under the banking legislation?

Mr. STEVENS: I think at the time that the proposal was first raised we went on record as saying we would be interested in applying for such licensing, if I am using the correct word, to allow us to become part of the general banking fibre of the nation.

Mr. MACDONALD (*Rosedale*): Have you taken legal opinions as to the possibility of extending federal jurisdiction over—