

After further debate, the question being put on the amendment, pursuant to section 11 of Standing Order 75, a recorded division was deferred.

By unanimous consent, Motion numbered 5 standing in the name of the honourable Member for Vancouver-Kingsway (Mrs. Holt), as follows:

That Bill C-58, An Act to amend the Income Tax Act, be amended in Clause 1 by adding immediately after line 14, at page 1, the following:

"(2) Notwithstanding the provisions of this Act or Regulations, a periodical shall be deemed to be a Canadian issue of a Canadian periodical if 75% of its Directors and ownership are Canadian and its editing and publication functions are controlled and conducted in Canada."

was allowed to stand.

By unanimous consent, Motion numbered 6 standing in the name of the honourable Member for Surrey-White Rock (Mr. Friesen), as follows:

That Bill C-58, An Act to amend the Income Tax Act, be amended by deleting Clause 2,

was allowed to stand.

Mr. Friesen, seconded by Mr. Alexander, moved,—That Bill C-58, An Act to amend the Income Tax Act, be amended in Clause 3 by striking out line 12 at page 2 and substituting the following therefor:

"of being extended or renewed; or

(c) a written agreement entered into after the coming into force of this section with a Canadian subsidiary of a foreign broadcasting undertaking if the Canadian Radio-Television Commission and the Minister of the Department of National Revenue have approved a plan submitted by the said Canadian subsidiary providing for compensatory payment by such subsidiary by the allocation of funds to Canadian television program production, extension of Canadian television service, development of Canadian talent, or otherwise for the benefit of Canadian broadcasting: the Commission may require as a condition for entering into any such agreement that a percentage, to be stipulated by the Commission, of the voting shares of such subsidiary be beneficially owned by Canadian citizens."

Mr. Friesen, seconded by Mr. Alexander, moved,—That Bill C-58, An Act to amend the Income Tax Act, be amended in Clause 3 by striking out line 12 at page 2 and substituting the following therefor:

"of being extended or renewed; or

(c) a written agreement entered into after the coming into force of this section with a Canadian subsidiary of a foreign broadcasting undertaking if not less than seventy-five per cent of the voting shares of the said Canadian subsidiary are beneficially owned by Canadian citizens and a percentage of the gross revenues of the said Canadian subsidiary, to be agreed upon by the said Canadian subsidiary and the Canadian Radio-Television Commission, less only normal advertising agency and sales agencies commissions, is allocated directly to Canadian television program production, extension of Canadian television service, or other broadcasting objectives for the benefit of Canada: an allocation so made to be pursuant to a plan made by the Commission and approved by the Minister of the Department of National Revenue."

Mr. Friesen, seconded by Mr. Alexander, moved,—That Bill C-58, An Act to amend the Income Tax Act, be amend-

ed in Clause 3 by striking out line 12 at page 2 and substituting the following therefor:

"of being extended or renewed; or

(c) a written agreement entered into after the coming into force of this section with a Canadian subsidiary of a foreign broadcasting undertaking if a sum of money in the amount of twenty-five per cent of the gross revenues of the said Canadian subsidiary less only normal advertising agency and sales agency commissions, is used for Canadian television program production, extension of Canadian television service, educational television or other broadcasting objectives for the benefit of Canada: the method of utilization of such amount to be determined by the Canadian Radio-Television Commission and approved by the Minister of the Department of National Revenue."

Mr. Friesen, seconded by Mr. Alexander, moved,—That Bill C-58, An Act to amend the Income Tax Act, be amended in Clause 3 by striking out line 26 at page 2 and substituting the following therefor:

"aircraft not registered in Canada and which fails to observe guidelines for such foreign broadcasting undertaking jointly established by the Minister of the Department of National Revenue and the Canadian Radio-Television Commission."

Mr. Friesen for Mr. Wenman, seconded by Mr. Alexander, moved,—That Bill C-58, An Act to amend the Income Tax Act, be amended by deleting Clause 3.

And debate arising thereon, by unanimous consent, the debate was interrupted.

And the House having proceeded to the deferred division on the motion of Mr. Fairweather, seconded by Mr. Coates,—That Bill C-58, An Act to amend the Income Tax Act, be amended in Clause 1 by striking out line 12 at page 1 and substituting the following therefor:

"periodical dated after December 31, 1976".

And on the motion of Mr. Fairweather, seconded by Mr. Coates,—That Bill C-58, An Act to amend the Income Tax Act, be amended in subclause 4(1) by striking out line 35 at page 2 and substituting the following therefor:

"force on the 1st day of January, 1977."

And the question being put on the motions, it was negatived on the following division:

(Division No. 101)

YEAS

Messrs.

Alexander	Darling	Howe
Allard	Dick	Huntington
Andre	Diefenbaker	Hurlburt
(Calgary Centre)	Dionne	Jarvis
Baker	(Kamouraska)	Kempling
(Grenville-Carleton)	Elzinga	Knowles
Baldwin	Epp	(Norfolk-Haldimand)
Balfour	Fairweather	Korchinski
Bawden	Forrestall	Lambert
Beatty	Fortin	(Bellechasse)
Beaudoin	Friesen	Lambert
Brisco	Gauthier	(Edmonton West)
Cadieu	(Roberval)	Lavoie
Caouette	Hamilton	Lawrence
(Villeneuve)	(Swift Current-	MacDonald
Clarke	Maple Creek)	(Egmont)
(Vancouver Quadra)	Hargrave	MacKay
Cossitt	Hnatyshyn	MacLean
Crouse	Holt (Mrs.)	Macquarrie