

During the course of the proceedings, Mr. Elderkin answered questions specifically referred to him.

At 5.50 o'clock p.m., the Committee adjourned to meet again at 11.00 o'clock a.m., Tuesday, May 18.

TUESDAY, May 18, 1954.

The Standing Committee on Banking and Commerce met at 11.00 o'clock a.m. this day. Mr. David A. Croll, Chairman, presided.

*Members present:* Messrs. Anderson, Applewhaite, Benidickson, Boucher (*Restigouche-Madawaska*), Cameron (*Nanaimo*), Cannon, Cardin, Crestohl, Dumas, Fleming, Follwell, Fraser (*Peterborough*), Fraser (*St. John's East*), Hanna, Hellyer, Henderson, Huffman, Hunter, Johnston (*Bow River*), Macdonnell, Matheson, McMillan, Michener, Monteith, Noseworthy, Pouliot, Robichaud, Stewart (*Winnipeg North*), Tucker, and Wood.

*In attendance:* Mr. C. F. Elderkin, Inspector General of Banks; Mr. G. K. Bouey, Assistant Chief, Research Department, Bank of Canada; Mr. T. H. Atkinson, President of The Canadian Bankers' Association and Vice-President and General Manager of The Royal Bank of Canada; Mr. W. T. G. Hackett, Assistant General Manager of the Bank of Montreal.

The Committee resumed the clause by clause consideration of Bill No. 338, An Act respecting Banks and Banking.

On motion of Mr. Benidickson, the following proposed amendments were placed before the Committee:

45. Page 43, clause 88, line 3: after the word "manufactured" insert the words *or produced*.

46. Page 43, clause 88, line 18: after the word "or" insert the word *to*.

47. Page 43, clause 88, line 22: after the word "by" insert the word *any*.

48. Page 43, clause 88, line 46: delete the word "such".

49. Page 43, clause 88, line 47: after the word "by" insert the word *any*.

50. Page 44, clause 88, line 6: insert the word *any* at the start of the said line.

51. Page 44, clause 88, line 50: after the word "officers" insert a *comma* and the word *employees*.

52. Page 47, clause 88, line 29: after the word "by" insert the word *whom*.

53. Page 48, clause 88, line 6: delete the word "territory" and substitute the following words:—*any territory now forming part*—.

54. Page 49, clause 89: delete lines 6 to 32 inclusive, being all of sub-clause (2) of the said clause, and substitute therefor the following:—

(2) *Where security has been given to the bank under paragraph (g) of subsection (1) of Section 88 upon property that is or has become affixed to real or immovable property, the rights and powers of the bank do not have priority over an interest or right acquired in, on or in respect of the real or immovable property after such property has become affixed thereto unless, prior to*

(a) *the registration of such interest or right, or*

(b) *the registration or filing of the deed or other instrument evidencing such interest or right, or of a caution, caveat or memorial in respect thereof,*

*there has been registered or filed in the proper land registry or land titles office,*