

No. 40

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4th Session, 14th Legislature, Alberta  
10 Elizabeth II

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## **BILL 40**

A Bill to amend The Investment Contracts Act

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HON. MR. MANNING

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Edmonton, Alberta, 1962

## Explanatory Note

### 2. Section 18 presently reads:

"18. Not later than thirty days after the expiration of each quarterly period ending the thirty-first day of March, the thirtieth day of June, the thirtieth day of September and the thirty-first day of December, every registered issuer shall file with the Commission a statement certified to by its auditor and showing

- (a) the amount on the last day of the quarterly period required by section 22 to be maintained as reserves by the issuer on all outstanding investment contracts,
- (b) all qualified assets on deposit on the last day of the quarterly period last ended with the trust company, chartered bank or other depository or depositories within Canada approved by the Commission, and the value, when valued as provided in section 21, of such qualified assets as at such date, and
- (c) such other information as the Commission may require."

### 3. Section 21, subsection (1), clause (b) reads:

"21. (1) In any statement or balance sheet to be filed with the Commission under this Act, an issuer may value its assets as follows:

- .....
- (b) first mortgages, in the amount of the balance of the principal sum secured thereby together with all unpaid interest accrued thereon;"

The amendment provides a basis for valuing discounted mortgages.

### 4. Commencement of Act.

# BILL

No. 40 of 1962

An Act to amend The Investment Contracts Act

(Assented to \_\_\_\_\_, 1962)

**H**ER MAJESTY, by and with the advice and consent of the Legislative Assembly of the Province of Alberta, enacts as follows:

**1.** *The Investment Contracts Act*, being chapter 36 of the Statutes of Alberta, 1957, is hereby amended.

**2.** Section 18 is struck out and the following is substituted:

**18.** (1) Every registered issuer shall file with the Commission a quarterly or monthly financial statement and on such dates as required by the Commission.

(2) The statement shall be in a form and shall be certified in such manner as may be approved by the Commission, showing

- (a) the amount, on the last day of the quarterly or monthly period, required by section 22 to be maintained as reserves by the issuer on all outstanding investment contracts,
- (b) all qualified assets on deposit, on the last day of the specified period last ended, with the trust company, chartered bank or other depository or depositories within Canada approved by the Commission, and the value, when valued as provided in section 21, of such qualified assets as at such date, and
- (c) any other information that the Commission may require.

**3.** Section 21 is amended by adding the following new subsection:

(4) Notwithstanding clause (b) of subsection (1), where any mortgage has been acquired at a discount, the valuation shall be reduced by the unearned portion of the discount computed as being the proportion thereof which bears the same ratio to the total discount as the amount of the mortgage at the date of valuation bears to the amount of the mortgage at the time it was acquired by the issuer, or in lieu thereof, on any other basis that may be acceptable to the Commission.

**4.** This Act comes into force on the day upon which it is assented to.

No. 40

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FOURTH SESSION

FOURTEENTH LEGISLATURE

10 ELIZABETH II

1962

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**BILL**

An Act to amend The Investment  
Contracts Act

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Received and read the

First time .....

Second time .....

Third time .....

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HON. MR. MANNING

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