

Bill No. 54 of 1937.

A BILL RESPECTING THE INTEREST PAYABLE ON
DEBENTURES OR OTHER SECURITIES GUAR-
ANTEED BY THE PROVINCE.

NOTE.

This Bill re-enacts the provisions of *The Provincial Securities Act* so far as the same relates to securities guaranteed by the Province (except as therein mentioned) and to the rate of interest payable in respect of such securities.

R. ANDREW SMITH,
Legislative Counsel.

(This note does not form any part of the Bill and is offered merely as a partial explanation of some of its provisions.)

BILL

No. 54 of 1937.

An Act respecting the Interest Payable on Debentures or
Other Securities Guaranteed by the Province.

(Assented to _____, 1937.)

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

1. This Act may be cited as "*The Provincial Guaranteed Securities Interest Act.*"

2. In this Act, unless the context otherwise requires, the expression "guaranteed securities" means all debentures which are guaranteed by the Province save and except only an issue of debentures of The Alberta and Great Waterways Railway Company, for the sum of Seven Million, Four Hundred Thousand Dollars, bearing interest at the rate of five per centum per annum.

3.—(1) Notwithstanding any stipulation or agreement as to the rate of interest payable in respect of any guaranteed security, on, from and after the first day of June, 1936, the rate at which interest shall be payable in respect of any security shall be as follows:

Where the guaranteed security bears interest at the rate of six and one-half per centum, the rate of interest shall be three and one-quarter per centum;

Where the guaranteed security bears interest at the rate of six per centum, the rate of interest shall be three per centum;

Where the guaranteed security bears interest at the rate of five and one-half per centum, the rate of interest shall be two and three-quarters per centum;

Where the guaranteed security bears interest at the rate of five per centum, the rate of interest shall be two and one-half per centum;

Where the guaranteed security bears interest at the rate of four and one-half per centum, the rate of interest shall be two and one-quarter per centum;

Where the guaranteed security bears interest at the rate of four per centum, the rate of interest shall be two per centum;

Where the guaranteed security bears interest at the rate of three and one-half per centum, the rate of interest shall be two per centum; and

Where the guaranteed security bears interest at the rate of three per centum, the rate of interest shall be two per centum.

(2) No person shall be entitled to recover in respect of any guaranteed security any interest at a higher rate than the rate hereby prescribed in respect of that guaranteed security, and the rights of the holder of any guaranteed security shall be such as are set out in this Act.

4. In case the holder of any guaranteed security holds the same as a trustee or fiduciary, it shall be lawful for such holder to accept, in full satisfaction of his claim for interest on such guaranteed security, interest at the rate provided by this Act, and no action shall be brought or maintained against such holder in any court of the Province by reason of the acceptance by him of interest at the rate aforesaid in full satisfaction of the rate stipulated in respect of the guaranteed security.

5. This Act shall come into force on the day upon which it is assented to.

No. 54.

THIRD SESSION
EIGHTH LEGISLATURE

1 GEORGE VI

1937

BILL

An Act respecting the Interest Payable on Debentures or Other Securities Guaranteed by the Province.

Received and read the

First time.....

Second time.....

Third time.....

HON. MR. LOW.

EDMONTON:
A. Shnitka, King's Printer
1937