

Supplementary Order Paper.

HOUSE OF REPRESENTATIVES.

Thursday, the 4th Day of June, 1936.

STATE ADVANCES CORPORATION BILL.

AMENDMENTS proposed by His Excellency the Governor-General:—

Clause 32: To add to this clause the following subclauses:—

(2) Without limiting the classes of policies that may be accepted by the Corporation by way of collateral security under this section, the mortgagor may be required under this section to effect and assign to the Corporation a policy providing for payment, in the event of the death of the mortgagor, of the amount then owing under the mortgage.

(3) Any moneys received by the Corporation under any such policy of insurance may be applied as follows:—

(a) They may be applied by the Corporation, in whole or in part, in satisfaction of any moneys (whether principal or interest) owing under the mortgage; or

(b) They may be paid by the Corporation, in whole or in part, to the executor or administrator of the estate of the mortgagor, and all moneys so paid shall for all purposes be deemed to be moneys paid into the estate of the mortgagor under a policy of life insurance of which at the date of his death he was the policyholder as defined by section forty-one of the Life Insurance Act, 1908.

(4) No moneys received by the Corporation under any policy of insurance as aforesaid and applied by the Corporation in accordance with the provisions of paragraph (b) of the *last preceding* subsection shall be deemed to have been received by the Corporation in satisfaction of any moneys owing under the mortgage, and the security of the Corporation shall not in any way be affected thereby.

See Reprint
of Statutes,
Vol. IV,
p. 90