

The Industrial Development Bank is a subsidiary of the Bank of Canada. The Directors are the Directors and Assistant Deputy Governor of the Bank of Canada and the President is the Governor of the Bank of Canada. The \$25,000,000 capital stock of the Bank of which \$15,000,000 is now paid up, was subscribed by the Bank of Canada. The Industrial Development Bank may also raise funds by the issue of bonds and debentures provided that its total direct liabilities and contingent liabilities in the form of guarantees and underwriting agreements do not exceed three times the aggregate of the Bank's paid-up capital and Reserve Fund.

The lending powers of the Bank may be extended only to industrial enterprises in Canada with respect to which it is empowered to:—

- (1) Lend money or guarantee loans.
- (2) Enter into underwriting agreements with regard to any issue of stock, bonds or debentures.
- (3) Acquire stock, bonds or debentures from the issuing corporation or any person with whom the Bank has entered into an underwriting agreement.

The Bank may accept any form of collateral security against its advances, including real property.

The Industrial Development Bank is intended to supplement the activities of other lending agencies rather than to compete with them and the Act of incorporation requires that it should extend credit only when the Board of Directors is of the opinion that similar credit would not be available elsewhere on reasonable terms and conditions. The Bank is specifically prohibited from engaging in the business of deposit banking.

Authorized and outstanding loans of the Industrial Development Bank as of Mar. 31, 1947, are classified by provinces, size of loan and industries in Table 2. The monthly statement of assets and liabilities of the Bank for June 30, 1947, showed outstanding loans and investments at that date of \$9,861,673.

2.—Authorized And Outstanding Loans And Investments of the Industrial Development Bank, by Provinces, Size and Industries, as at Mar. 31, 1947

Province	Authorized	Outstanding	Industry	Authorized	Outstanding
	\$	\$		\$	\$
Prince Edward Island.....	Nil	—	Miscellaneous metal prod-		
Nova Scotia.....	257,000	226,772	ucts.....	1,594,950	1,266,688
New Brunswick.....	412,993	248,000	Foods and beverages.....	1,873,704	952,961
Quebec.....	3,785,323	2,302,544	Agricultural and industrial		
Ontario.....	7,817,293	3,102,637	machinery.....	1,247,417	738,882
Manitoba.....	615,403	499,632	Furniture and woodenware	1,345,348	735,984
Saskatchewan.....	217,819	119,866	Finished textile products.	987,596	726,863
Alberta.....	923,032	732,346	Refrigeration.....	1,249,777	537,855
British Columbia ¹	1,340,879	306,712	Other.....	953,651	531,742
			Builders' supplies.....	586,330	530,489
Totals.....	15,369,742	7,538,509	Automotive equipment... Chemical products.....	409,250 575,721	356,006 354,880
Size of Loan	No.	Authorized	Pulp and paper products... Primary textiles.....	3,348,500 343,450	246,500 218,450
		\$	Primary lumber products. Ceramics, glass and plastic	644,548	181,491
\$5,000 and under.....	30	99,502	products.....	209,500	159,718
\$5,001 to \$25,000.....	118	1,563,492			
\$25,001 to \$50,000.....	47	1,712,726			
\$50,001 to \$100,000.....	38	2,704,601			
\$100,001 to \$200,000.....	25	3,689,421			
\$200,000 or over.....	9	5,600,000			
Totals.....	267	15,369,742	Totals.....	15,369,742	7,538,509

¹ Includes Yukon and the Northwest Territories.