

The President of the Industrial Development Bank is the Governor of the Bank of Canada and the Directors are the Directors of the Bank of Canada and the Deputy Minister of Trade and Commerce. The authorized capital of the Bank is \$50,000,000 and it 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 five times the aggregate of the Bank's paid-up capital and Reserve Fund.

The Bank may extend financial assistance to industrial enterprises in Canada which, by definition in the Act, include any industry, trade or other business undertaking of any kind. With respect to such enterprises the Bank is empowered to lend money or guarantee loans; and where an enterprise is a corporation the Bank may also enter into underwriting agreements with regard to any issue of stock, bonds or debentures; acquire stock, bonds or debentures from the issuing corporation or any person with whom the Bank has entered into an underwriting agreement; and acquire certificates issued by a trustee to finance the purchase of transportation equipment. The total amount of commitments of the Bank, in the form of loans, guarantees, etc., in excess of \$200,000 each, may not exceed \$200,000,000.

The Bank may accept any form of collateral security against its advances, including realty and chattel mortgages which constitute the usual kind of security taken. The Bank is intended to supplement the activities of other lending agencies, not to compete with them, and the Act of Incorporation provides that it should extend credit only when, in the Bank's opinion, credit or other financial resources would not otherwise be available on reasonable terms and conditions. Its lending takes the form of fixed-term capital loans rather than current operating loans. The Bank is specifically prohibited from engaging in the business of deposit banking. It has branch offices in the following cities: St. John's, Halifax, Saint John, Moncton, Quebec, Trois Rivières, Montreal, Ottawa, Toronto, Hamilton, Waterloo, London, Sudbury, Port Arthur, Winnipeg, Regina, Saskatoon, Calgary, Edmonton, Vancouver, Victoria, Kelowna and Windsor.

2.—Assets and Liabilities of the Industrial Development Bank, as at Sept. 30, 1959-62

Item	1959	1960	1961	1962
	\$'000,000	\$'000,000	\$'000,000	\$'000,000
Assets—				
Loans outstanding ¹	96.9	103.1	123.3 ^r	164.9
Other assets.....	1.8	3.7	1.7 ^r	2.2
Totals, Assets.....	98.7	106.8	125.0	167.1
Liabilities—				
Capital and reserves.....	39.4	41.8	44.2	49.0
Bonds and debentures outstanding.....	57.7	63.6	78.9	115.3
Other liabilities.....	1.6	1.4	1.9	2.8
Totals, Liabilities.....	98.7	106.8	125.0	167.1
Loan Transactions—				
Disbursements.....	29.3	29.7	47.5	74.3
Repayments.....	20.4	23.4	27.1	32.6
Loans outstanding plus undistributed authorizations.....	109.1	119.8	154.2	203.6
	No.	No.	No.	No.
Customers on books.....	1,609	1,966	2,768	4,083

¹ Includes investments; the change in loans outstanding does not equal the difference between disbursements and repayments because of year-end accounting adjustments.