



CANADIAN  
COMMERCIAL CORPORATION

FIRST ANNUAL REPORT  
TO THE  
MINISTER OF TRADE AND COMMERCE

MAY 1, 1946 TO MARCH 31, 1947

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# CANADIAN COMMERCIAL CORPORATION

(ESTABLISHED BY CANADIAN COMMERCIAL CORPORATION ACT,  
STATUTES OF CANADA 1946, 10 GEORGE VI CHAP. 40)

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## BOARD OF DIRECTORS

**M. W. MACKENZIE, C.M.G., PRESIDENT**  
*Deputy Minister of Trade and Commerce*

**W. D. LOW, O.B.E.**  
*Managing Director, Canadian  
Commercial Corporation*

**W. G. MILLS, C.M.G.**  
*Deputy Minister of National Defence*

**H. O. MORAN, M.B.E.**  
*Economic Division, Department of  
External Affairs*

**V. C. NAUMAN**  
*Assistant Deputy Minister of  
National Revenue (Excise)*

**L. P. SAINT-AMOUR**  
*Assistant Deputy Governor,  
Bank of Canada*

**V. W. SCULLY, C.M.G.**  
*Deputy Minister of  
Reconstruction and Supply*

**C. STEIN, K.C.**  
*Assistant Deputy Minister of Justice*

**K. W. TAYLOR, C.B.E.**  
*Economic Advisor, Department of Finance*

**J. E. VAN BUSKIRK**  
*President, Commodity Prices  
Stabilisation Corporation*

Messrs. J. E. Van Buskirk, and V. C. Nauman and H. O. Moran were appointed by Order-in-Council No. P.C. 599 for the period March 1, 1947, to September 30, 1947, in the stead of Messrs. H. B. McKinnon, David Sim and S. D. Pierce. P.C. No. 599 provides for the reappointment of Messrs. H. B. McKinnon, David Sim and S. D. Pierce as of October 1, 1947.

## OFFICERS

**W. D. LOW, O.B.E.**  
*Managing Director*

**J. D. MCCARTHY, M.B.E.**  
*Secretary and Legal Advisor*

**G. F. WEVILL, C.A.**  
*Comptroller*

**W. J. ATKINSON, O.B.E.**  
*General Purchasing Agent*

## HEAD OFFICE

NO. 2 TEMPORARY BLDG., 70 LYON STREET  
OTTAWA, ONTARIO





# CANADIAN COMMERCIAL CORPORATION

July 8, 1947

The Honourable J. A. MacKinnon,  
Minister of Trade and Commerce,  
OTTAWA, Ontario.

Sir,

In accordance with Section 13 (1) of the Canadian Commercial Corporation Act, 1946, I have the honour to submit herewith the first Annual Report of the Canadian Commercial Corporation, together with Balance Sheet and Statement of Accounts, as audited by the Auditor General of Canada covering the period of May 1, 1946, to March 31, 1947.

I have the honour to be,

Sir,

Yours faithfully,

(Signed) M. W. MACKENZIE,

*President.*

## ANNUAL REPORT OF THE CANADIAN COMMERCIAL CORPORATION

*(Established by Statutes of Canada, 10 Geo. VI, Chapt. 40)*

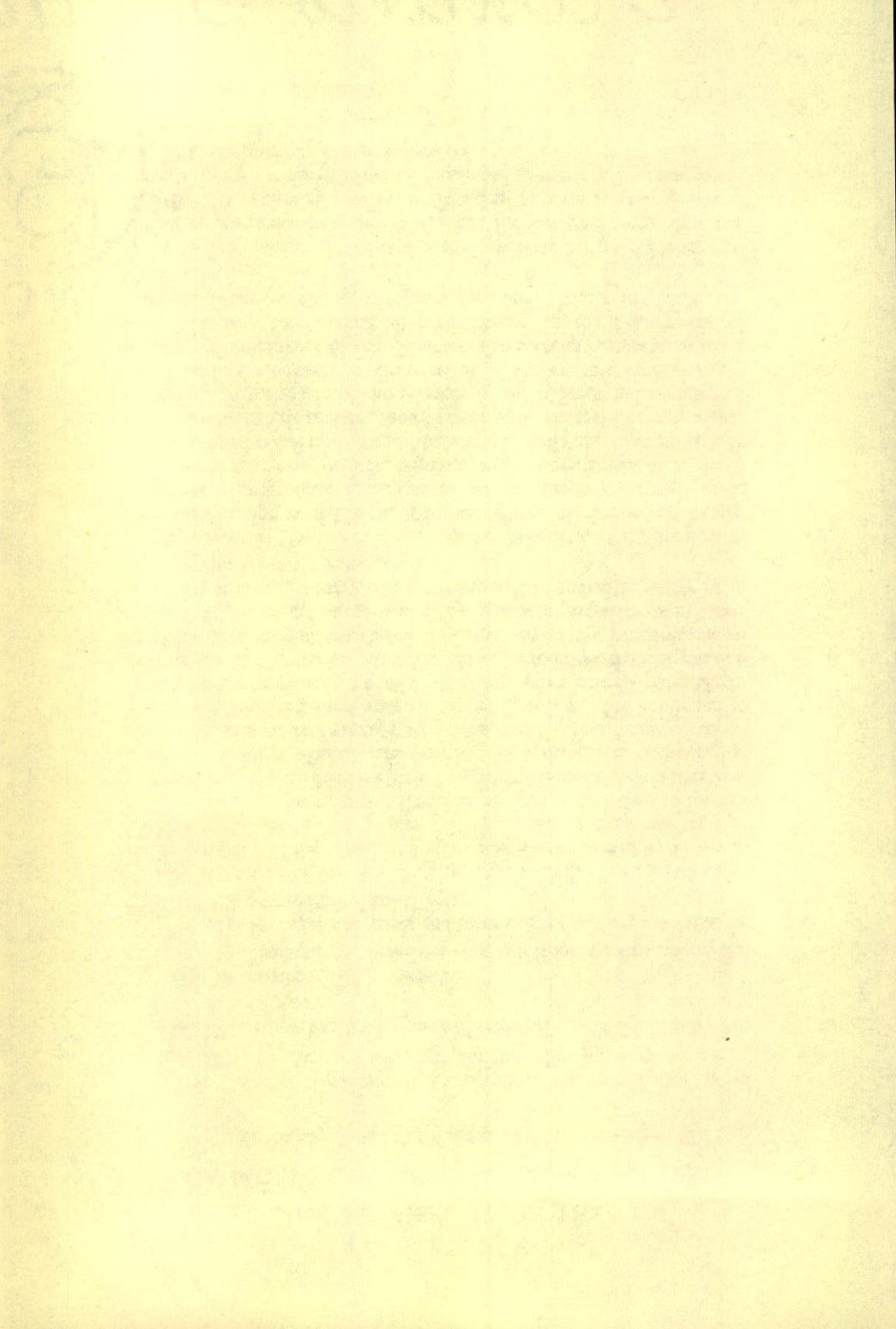
The Canadian Commercial Corporation was established as of May 1, 1946, by Act of Parliament, for the following purposes:—

- (a) To assist in the development of trade between Canada and other nations, and
- (b) To assist persons in Canada:—
  - (1) To obtain goods and commodities from outside Canada, and
  - (2) To dispose of goods and commodities that are available for export from Canada.

By the terms of the Act the Corporation took over the whole of the undertaking of the Canadian Export Board (established by Order in Council P. C. 70 of 31st January, 1944), which agency was at that time carrying out procurement functions in Canada on behalf of foreign governments, United Nations Relief and Rehabilitation Administration, and the Canadian Mutual Aid Board. As a result, the Corporation continued without interruption all procurement action being taken on 30th April, 1946, by the Canadian Export Board, and has continued to render similar services to a number of foreign governments, particularly those to whom Canada has extended loans. In addition, the Corporation has been able to give assistance to Canadians in the procurement of goods from other countries where, by reason of regulations in those countries, it was necessary that transactions be handled in whole or in part through a government agency.

By Order in Council P. C. 314, of 5th February, 1947, the power, duty and function vested in the Minister of Reconstruction and Supply to purchase or produce munitions of war or supplies, as well as to construct or carry out projects required by the Department of National Defence, was transferred to the Minister of Trade and Commerce. In connection with this transfer the Minister of Trade and Commerce was authorized to make use of the services of the officers and servants of the Canadian Commercial Corporation. Under this authority the officers and employees of the Canadian Commercial Corporation have, since February 1st effected all procurement for the Department of National Defence, acting as agents for the Minister of Trade and Commerce.

The Corporation, therefore, has three separate but related functions. It acts as procurement agency in Canada for foreign governments and UNRRA; it is available to assist Canadian importers; and, in effect, it acts as agent for the Minister of Trade and Commerce in procurement for the Department of National Defence.







The foreign countries for whom the Corporation acted, includes the following:— China, United Kingdom, France, Czechoslovakia, Belgium, The Netherlands, Finland, Greece, Iceland, South Africa. In the case of most of the governments for which the Corporation has acted as procurement agent, the monies placed at the Corporation's disposal were made available under agreements with the Government of Canada, specifying that such monies were for the purchase only of Canadian goods and services. It became, therefore, a duty of the Corporation, acting in collaboration with officers of the Department of Trade and Commerce, to determine whether or not the stores required or the services to be rendered were essentially of a Canadian character. Furthermore, the Corporation has in all cases to determine, by consultation with those government officials responsible for civilian supply, that the stores required were available for export, having regard to current domestic needs. In a number of cases it has been possible for the Corporation to draw to the attention of foreign governments and UNRRA information obtained from Canadian suppliers with respect to goods available for export.

Where the Corporation acts in connection with procurement of imports from other countries it does so only on request from a Canadian importer. While the Corporation may have to act as principal in making such purchases, it does not enter into such commitments until corresponding sales to Canadian importers have been arranged.

The purchasing procedure employed with respect to the requirements of the Department of National Defence is essentially the same as that maintained when this work was conducted by the Department of Reconstruction and Supply. Requisitions prepared by the Department of National Defence are addressed to the Minister of Trade and Commerce and lodged with the Corporation. These are regarded as the Corporation's authority to proceed to the calling of tenders or such other determination of availability, price and terms of purchase as may be appropriate. All purchases in excess of \$15,000 are submitted for approval of the Governor General in Council. Inspection of the goods to be delivered is arranged in accordance with the instructions contained in the Requisitions; and, as in the case of other transactions, the Corporation assumes responsibility for following up production and for seeing that deliveries are made in a satisfactory manner. As was the case previously, the Department of National Defence may, with the approval of the Minister of Trade and Commerce, purchase urgently needed stores, locally. With the decrease in activity following the war, the scope of such local purchase authorities has been substantially reduced. The Corporation does not make payment to suppliers for goods delivered for the use of the Department of National Defence; all such accounts are rendered directly to the Department of National Defence for payment.

In the case of purchases for principals other than the Department of National Defence the Corporation's services include the calling forward of the goods from suppliers, transportation arrangements, including inland and ocean shipping, as well as temporary warehousing in certain instances. At March 31st, 1947 the Corporation maintained, on behalf of UNRRA, warehouses located at Montreal, P.Q., Saint John, N.B., and Halifax, N.S., utilizing in all a total of approximately 100,000 square feet of storage space.

It is the intention that the Corporation should be self-supporting. Accordingly, appropriate charges have been made to UNRRA, foreign governments, the Department of National Defence and others using the services of the Corporation. In the 11 months' period ended March 31, 1947; these have aggregated \$376,577.74. Against this revenue the Corporation incurred expenses of \$316,860.72, resulting in an excess of revenue over expenditure for the period of \$59,717.02.

The staff of the Corporation has been drawn almost entirely from the staff of the Canadian Export Board and officials employed in the Department of Reconstruction and Supply, who were, as at February 1, 1947, carrying out procurement functions for the Department of National Defence. By consolidating the procurement activities being carried out by the Department of Reconstruction and Supply for the Department of National Defence with those handled by the Canadian Commercial Corporation for UNRRA and foreign governments it was possible to effect a saving of approximately 30 percent of the aggregate staff employed in the two separate organizations. At March 31, 1947, the consolidated staff of the Corporation totalled 333. As trade with various foreign countries returns to private hands, and as there is a reduction in foreign government purchasing, it is expected that the staff of the Corporation will be reduced.

The diversity of the Corporation's buying may be illustrated by reference to the following examples of the business carried on during the period in review on behalf of foreign governments and UNRRA. By March 31, 1947, the Corporation had purchased radium and radium accessories for UNRRA (for hospital and medical use in Poland, Yugoslavia, Czechoslovakia, China and the Ukraine) valued at approximately \$1,000,000; automotive spare parts for UNRRA to the value of \$4,000,000; and steel bridging material for China valued at \$4,000,000. Some 800 head of purebred Ayrshire, Holstein and Jersey cattle and Yorkshire hogs valued at \$265,000 were exported to China; 23,700 horses were purchased, approximately 5,700 valued at \$853,000 were exported to France and 18,000 purchased on behalf of UNRRA, were exported for breeding purposes to various European points. These, valued at \$1,200,000 were obtained from both Western and Eastern Canadian sources and were inoculated, fed and transported to their distant destinations with a loss of only approximately 1/30 of 1%. The Corporation purchased seed oats and barley to the value of





\$200,000; 12,000 one-day old chicks (carried by truck to Buffalo, N.Y., express to Newport News, Virginia, and by air to Poland) and a quantity of Rinderpest Vaccine, urgently required to combat cattle sickness then reaching epidemic proportions in Europe. The vaccine was packed in dry ice and transported by air to Greece. Various chemical fertilizers, valued at approximately \$10,000,000, were purchased and exported for use both in Europe and in the Orient.

Foodstuffs produced in Canada and purchased for foreign account included 13,500,000 lbs. fresh frozen cod fillets, 350 tons salmon, 80 tons pilchards or sardines, 15,000 tons canned chicken haddie, herring, mackerel, flaked fish, pollock and shad, 5,000 tons canned horsemeat and 10,000 tons of meat paste, meat lunch or blood sausage — all of which was valued at a total of approximately \$15,000,000.

New ship construction was contracted for by the Corporation on behalf of France, involving expenditures in a total amount of approximately \$62,000,000. Non-ferrous metals were purchased for UNRRA at a value of \$18,000,000. Agricultural machinery required by France and by UNRRA was purchased at a value of \$1,900,000. The Corporation purchased surplus assets from War Assets Corporation to the total value of approximately \$60,000,000. These purchases included tugs, cargo vessels, reconditioned clothing, steel rails, military type vehicles, machine tools, and industrial machinery and equipment. The order <sup>placed</sup> by the Corporation with Polymer Corporation Limited covered that Corporation's entire export production of synthetic rubber to the end of the fiscal year. The value of these purchases was approximately \$4,200,000.

The total business carried on by the Corporation during the period covered by this report consisted of (1) contracts entered into by the Corporation from May 1, 1946, to March 31, 1947, inclusive; (2) commitments made by the Canadian Export Board prior to May 1, 1946, and outstanding as of May 1, 1946; and (3) commitments made by the Department of Reconstruction and Supply on behalf of National Defence prior to February 1, 1947, and outstanding as of that date. The estimated value as of May 1, 1946, of outstanding deliveries on orders placed by the Canadian Export Board was \$111,364,042.91; and the estimated value as of February 1, 1947, of outstanding deliveries of orders placed by the Department of Reconstruction and Supply was \$6,215,404.36 — total \$117,579,447.27.

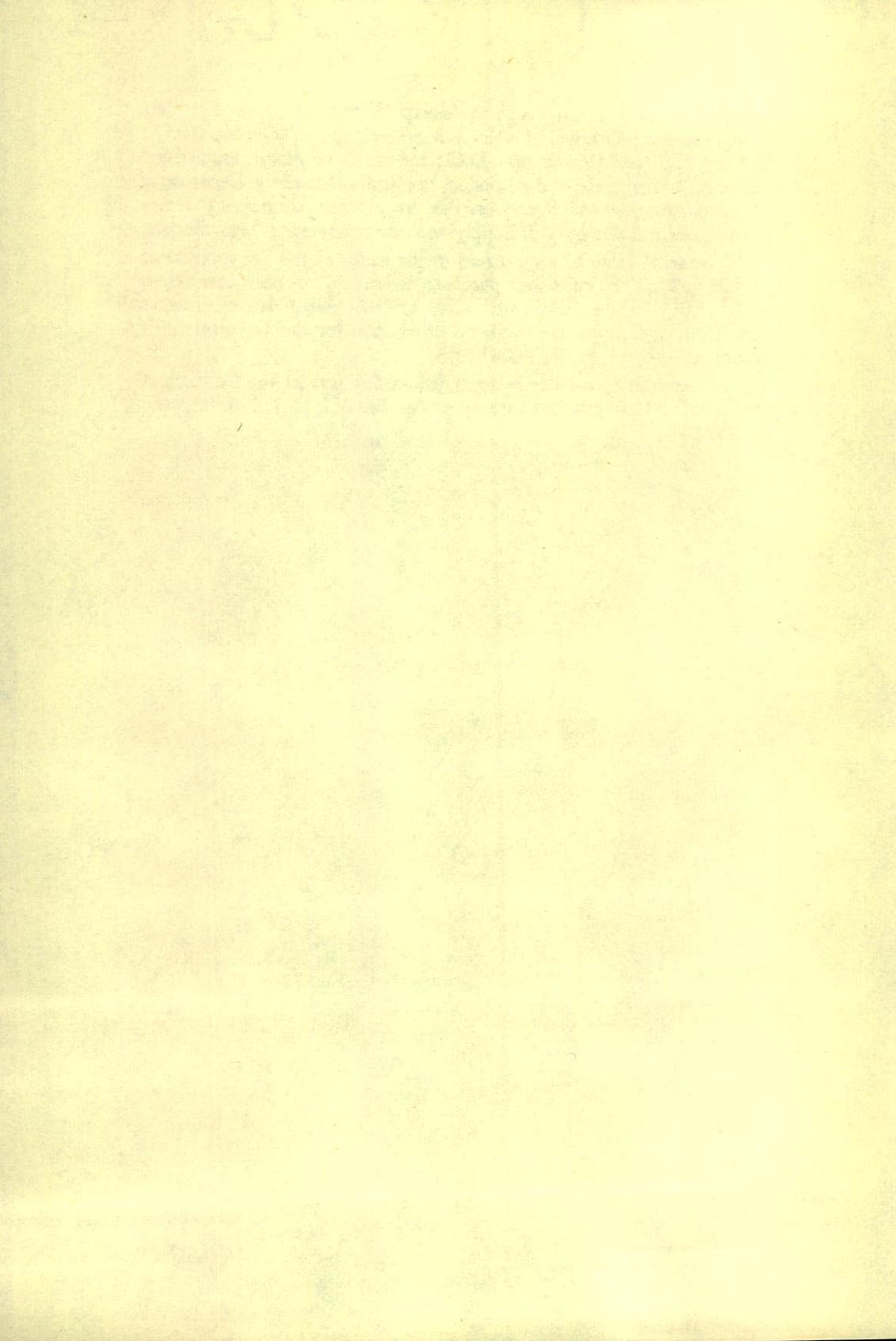
From May 1, 1946, to March 31, 1947, the Corporation placed orders on behalf of foreign governments and UNRRA to the total value of \$152,961,934, and from February 1 to March 31, 1947, on behalf of the Department of National Defence, to the total value of \$10,934,878 — total \$163,896,812.

With the assumption of the Department of National Defence purchasing, the Corporation took over District offices formerly maintained by the Department of Reconstruction and Supply and located at Victoria,

B.C.; Vancouver, B.C.; Calgary, Alberta; Winnipeg, Manitoba; Toronto, Ontario; Ottawa, Ontario; Montreal, P.Q.; Quebec, P.Q.; Halifax, N.S., and Washington, D.C.; and the Corporation assumed and continued to make use of the London, England, office of the Department of Reconstruction and Supply in the procurement of military stores from the British Ministry of Supply and other sources in Great Britain.

The total value of requisitions in the hands of the Corporation as of March 31, 1947, on which purchase action had not been completed, was \$35,069,363.04. Estimated value of outstanding deliveries as of March 31, 1947, (on orders placed other than for the Department of National Defence) \$148,989,007.02.

For convenience there is appended to this Report the full text of the Canadian Commercial Corporation Act and of P.C. 314 of February 5, 1947.







**CANADIAN COMMERCE**  
(INCORPORATED UNDER THE CANADIAN ACTS)

**Balance Sheet**

GENERAL

**ASSETS**

Cash on Hand and in Banks.....	\$2,544,958.77
Accounts Receivable.....	2,643,623.26
Inventories, as determined and certified by the Management, at cost, (which is not in excess of market)....	435,410.53
Employees' Funds, invested in Dominion of Canada Bonds (par value \$14,800.00), at cost less premium amortized.....	15,501.53

5,639,494.09

AGENCY

<b>Cash</b>	
In banks.....	\$ 6,726,544.07
On deposit with the Receiver General of Canada.....	42,650,445.60
	<u>\$49,376,989.67</u>
Advances to Suppliers.....	942,089.07
Accounts and Claims Receivable.....	1,238,114.32
Debit Balances of Foreign Governments.....	5,143,600.04
Inventories, as determined and certified by the Management.....	1,648,360.85
Deferred Charges, inventory storage expenses.....	123,794.23
	<u>58,472,948.18</u>

Approved on behalf of the Board:

M. W. MACKENZIE,  
*President*

W. D. Low,  
*Managing Director*

# COMMERCIAL CORPORATION

COMMERCIAL CORPORATION ACT)

at March 31, 1947

## ACCOUNT

### LIABILITIES AND CAPITAL

#### LIABILITIES AND RESERVE

Accounts Payable and Accrued Charges.....	\$ 2,668,279.63	
Receiver General of Canada, unemployment insurance, etc.....		714.15
Employees' Savings Plans Pay deductions (with interest) repayable on separation.....	\$18,635.30	
Bond purchases.....	1,878.12	
		<u>20,513.42</u>
Deferred Revenue, surcharge in respect of purchase orders placed for others.....		249,848.26
Reserve in respect of Inventory Storage and Adjustment, and Claims Receivable.....		140,421.61
		<u>\$3,079,777.07</u>

#### CAPITAL AND SURPLUS

Government of Canada: Advance for working capital, provided under Section 8 of The Canadian Commercial Corporation Act.....	2,500,000.00	
Surplus: Excess of Income over Expenditure, for the period May 1, 1946 to March 31, 1947, per Schedule "A".....	59,717.02	
		<u>2,559,717.02</u>
		<u>5,639,494.09</u>

## ACCOUNT

#### LIABILITIES AND RESERVE

Accounts Payable to Suppliers.....	\$16,381,925.82	
Reserve for Claims Receivable.....	115,272.93	
		<u>\$16,497,198.75</u>

#### ADVANCES FROM PRINCIPALS

U.N.R.R.A.....	38,513,719.74	
Government of Canada, Foreign Governments and others.....	3,462,029.69	
		<u>41,975,749.43</u>

58,472,948.18

I have examined the accounts of Canadian Commercial Corporation for the period May 1, 1946 to March 31, 1947, and have obtained all the information and explanations I have required. In my opinion, the above Balance Sheet is properly drawn up so as to exhibit a true and correct view of the state of the Corporation's affairs as at March 31, 1947, according to the best of my information and the explanations given to me and as shown by the books of the Corporation.

WATSON SELLAR,  
*Auditor General,*





## CANADIAN COMMERCIAL CORPORATION

Income and Expenditure, for the period  
May 1, 1946 to March 31, 1947

## INCOME:

Surcharge earned on purchases, and miscellaneous revenue .....	\$296,577.74	
Reimbursement for purchasing services on behalf of the Department of National Defence .....	80,000.00	
		<u>\$376,577.74</u>

## EXPENDITURE:

Salaries		
Executive officers .....	\$ 19,208.25	
Others .....	250,671.96	
		<u>269,880.21</u>
Travelling expenses .....	4,729.16	
Telephone, telegraph and postage .....	18,529.38	
Printing, stationery and office supplies ..	15,113.24	
Furniture and equipment .....	1,975.01	
Other expenses .....	6,633.72	
		<u>316,860.72</u>

Excess of Income over Expenditure transferred to Surplus .....		<u><u>59,717.02</u></u>
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**CANADIAN COMMERCIAL CORPORATION**

**MINISTER OF TRADE AND COMMERCE**  
**HON. JAMES A. MacKINNON**

**PRESIDENT**  
**M. W. MACKENZIE**  
**AND**  
**BOARD OF DIRECTORS**

**MANAGING DIRECTOR**  
**W. D. Low**

**PURCHASE**  
**INVESTIGATION**

**SECRETARY'S DIVISION**  
**SECRETARY: J. D. McCARTHY**

**SECRETARIAL AND LEGAL SERVICES**  
**OFFICE MANAGEMENT, INCLUDING**  
**OFFICE FILES, MAIL, PERSONNEL,**  
**ETC., ACCEPTANCE OF PURCHASING**  
**REQUISITIONS, RECEIPT AND**  
**OPENING OF TENDERS, GENERAL**  
**ADMINISTRATION,**  
**STAFF EMPLOYED: 95**

**PURCHASING DIVISION**  
**GENERAL PURCHASING AGENT:**  
**W. J. ATKINSON**

**MAIN PROCUREMENT ACTIVITY,**  
**CALLING OF TENDERS AND**  
**NEGOTIATION OF CONTRACTS.**  
**PRODUCTION, SUPERVISION AND**  
**FOLLOW-UP, WAREHOUSING AND**  
**TRAFFIC CONTROL, SUPERVISION**  
**OF DISTRICT OFFICES.**  
**STAFF EMPLOYED: OTTAWA 126**  
**ELSEWHERE 63**

**COMPTROLLER'S DIVISION**  
**COMPTROLLER: G. F. WEVILL**

**ACCOUNTING SERVICE AND**  
**BANKING ARRANGEMENTS,**  
**FINANCIAL ARRANGEMENTS WITH**  
**CORPORATION PRINCIPALS,**  
**INCLUDING PROVISION FOR FEES**  
**AND SURCHARGES.**  
**STAFF EMPLOYED: 42**







# 10 GEORGE VI.

## CHAP. 40.

### An Act to establish The Canadian Commercial Corporation.

[Assented to 31st August, 1946.]

HIS MAJESTY, by and with the advice and consent of the Senate and House of Commons of Canada, enacts as follows:

- Short title.** 1. This Act may be cited as *The Canadian Commercial Corporation Act*.
- Definitions.** 2. In this Act, unless the context otherwise required,
- "Board."** (a) "Board" means the President and the directors of the Corporation;
- "by-law."** (b) "by-law" means a by-law made under section eleven of this Act;
- "civil service,"**  
R.S., c. 22. (c) "civil service" has the same meaning as in the *Civil Service Act* but does not include the persons employed under this Act;
- "Corporation."** (d) "Corporation" means the Canadian Commercial Corporation established by section three of this Act;
- "Minister."** (e) "Minister" means the Minister of Trade and Commerce; and
- "President."** (f) "President" means the President of the Corporation.
- Corporation established.**  
**Constitution.** 3. (1) There is hereby established, for the purposes set forth in section four of this Act, a corporation to be known as the Canadian Commercial Corporation consisting of a President appointed by the Governor in Council and holding office during pleasure and not more than nine or less than five directors all of whom shall be appointed by the Governor in Council and hold office during pleasure.
- First President.** (2) The first President of the Corporation is Maxwell Weir Mackenzie, Deputy Minister, Department of Trade and Commerce.
- President's remuneration.** (3) The President's remuneration, if he is not a member of the public service, shall be fixed by the Governor in Council.
- First directors.** (4) The first directors of the Corporation are Hector Brown McKinnon, President Commodity Prices Stabiliza-

tion Corporation, David Sim, Deputy Minister (Customs and Excise), Department of National Revenue, Vincent William Scully, Deputy Minister Department of Reconstruction and Supply, Donovan Bartley Finn, Deputy Minister Department of Fisheries, Leo Paul Saint-Amour Assistant Deputy Governor Bank of Canada, and William Davidson Low, Assistant to General Purchasing Agent, Canadian National Railways.

(5) The Corporation is for all its purposes an agent of His Majesty and its powers may be exercised only as an agent of His Majesty.

Agency of His Majesty.

4. (1) The Corporation is established for the following purposes:—

Purposes.

- (a) to assist in the development of trade between Canada and other nations, and
- (b) to assist persons in Canada
  - (i) to obtain goods and commodities from outside Canada; and
  - (ii) to dispose of goods and commodities that are available for export from Canada.

(2) The Corporation shall comply with any general or special direction given by the Governor in Council or the Minister with reference to carrying out its purposes.

Directions.

5. (1) The Corporation may do such things as it deems expedient for, or conducive to, the attainment of the purposes set forth in section four of this Act; and, for greater certainty, but not so as to restrict the generality of the foregoing, the Corporation may carry on the business of:—

Powers.

(a) importing goods or commodities into Canada, and

(b) exporting goods or commodities from Canada, either as principal or as agent, in such manner and to such extent as it deems advisable to achieve the said purposes.

(2) The generality of subsection one of this section is not restricted by any provision of this Act other than section four thereof.

Generality not restricted.

6. (1) The Corporation may, notwithstanding the *Civil Service Act* or any other statute or law, employ such officers or servants as it deems necessary to carry out this Act and may determine their conditions of employment and their remuneration which shall be paid by the Corporation.

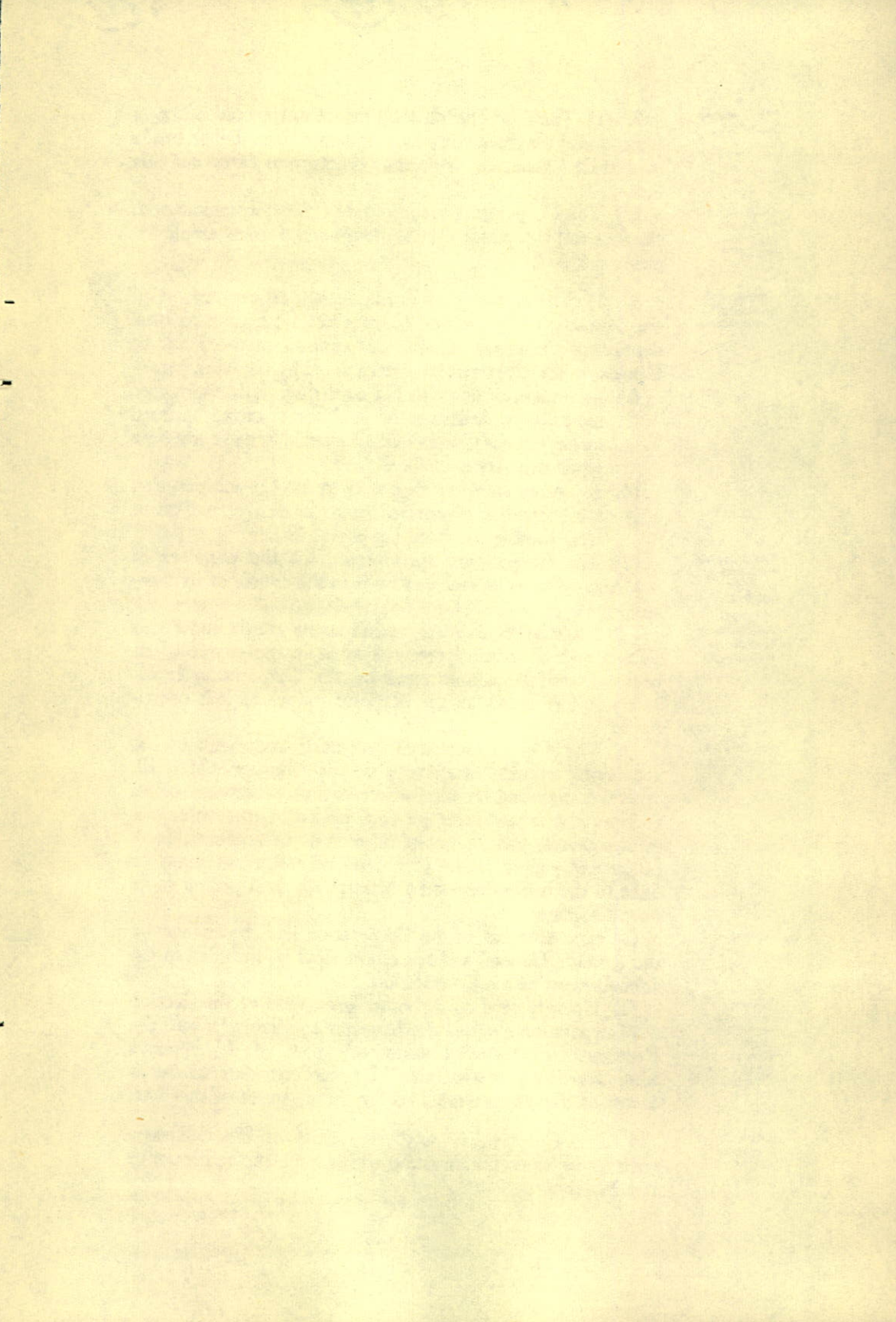
Employment of officers and servants, R.S., c. 22.

Conditions, remuneration.

(2) The Corporation has, under the Minister, the control and supervision of the officers and servants employed under this Act.

Control and supervision.





Head office,  
branches.

7. (1) The Corporation shall establish its head office in Ottawa and may establish such branch offices, either inside or outside Canada, as it deems necessary to carry out this Act.

Office accom-  
modation  
supplies,  
equipment.

(2) The Corporation may provide office accommodation, supplies and equipment for the Board and persons employed under this Act.

Grants and  
advances to  
Corporation.

8. (1) The Minister of Finance shall, on the request of the Minister of Trade and Commerce, from time to time deposit to the credit of the Corporation in the Bank of Canada or in a chartered bank designated by the Minister:—

(a) an amount or amounts not exceeding in the aggregate ten millions dollars to be paid out of unappropriated moneys in the Consolidated Revenue Fund at any time while this Act is in force; and

(b) any other advances or grants to the Corporation that are otherwise authorized to be made by Parliament from the Consolidated Revenue Fund.

Corporation  
to retain  
moneys  
received.

(2) The Corporation shall retain, for the purposes of this Act, all moneys received by it in the course of its business.

Administra-  
tion of  
moneys.

(3) All moneys that are placed to its credit under this section and all moneys received by it in the course of its business shall be administered by the Corporation exclusively in furtherance of the purposes for which it is constituted.

Accounting.

(4) The Corporation shall establish and maintain an accounting system satisfactory to the Minister and shall, wherever required by him, render detailed accounts of its receipts and expenditures for such period or to such day as he designates, and all books or records of accounts, bank books and papers of the Corporation shall at all times be open to the inspection of the Minister or such person as he may designate.

Audit.

(5) The accounts of the Corporation shall be audited by the Auditor General and his report shall be included in the annual report of the Corporation.

Excess  
moneys re-  
payable to  
Receiver  
General  
when  
directed.

(6) Notwithstanding the other provisions of this section the Corporation shall, if the Minister so directs, pay to the Receiver General of Canada any part of the moneys administered by it that the Minister considers to be in excess of the amount required for the purposes of this Act.

Capacity as  
a corporate  
entity.

9. The Corporation may, on behalf of His Majesty, contract in its corporate name without specific reference to His Majesty.

10. The Corporation may sue and be sued in respect of any right or obligation acquired or incurred by it on behalf of His Majesty as if the right or obligation had been acquired or incurred on its own behalf.

Sue and be sued.

11. The Corporation may, subject to the approval of the Governor in Council, make such by-laws as it may deem necessary to carry out this Act.

By-laws.

12. (1) The Corporation shall act by resolution of the Board which shall meet from time to time as required by by-law or on reasonable notice given by the President or any two directors at such convenient place as may be specified in the notice.

Corporation to act by resolution of the Board.

(2) The President, or, in his absence, such person as may be appointed under the by-laws or by the directors, shall be chairman of the Board.

Chairman of Board.

(3) Five members of the Board are a quorum if not less than three of them are directors who are not executive officers of the Corporation.

Quorum.

13. (1) The Corporation shall, as soon as possible after the thirty-first day of March in each year, and in any event within three months thereof, submit to the Minister an annual report of its affairs and operations during the twelve-month period ending on the thirty-first day of March containing its financial statements and such information as is required to be furnished to shareholders by a company incorporated under *The Companies Act, 1934*, and such other information as the Minister may prescribe and the Minister shall forthwith lay the said report before Parliament, if Parliament is then in session, or within fifteen days of the commencement of the next session of Parliament.

Annual report.

1934, c. 35.

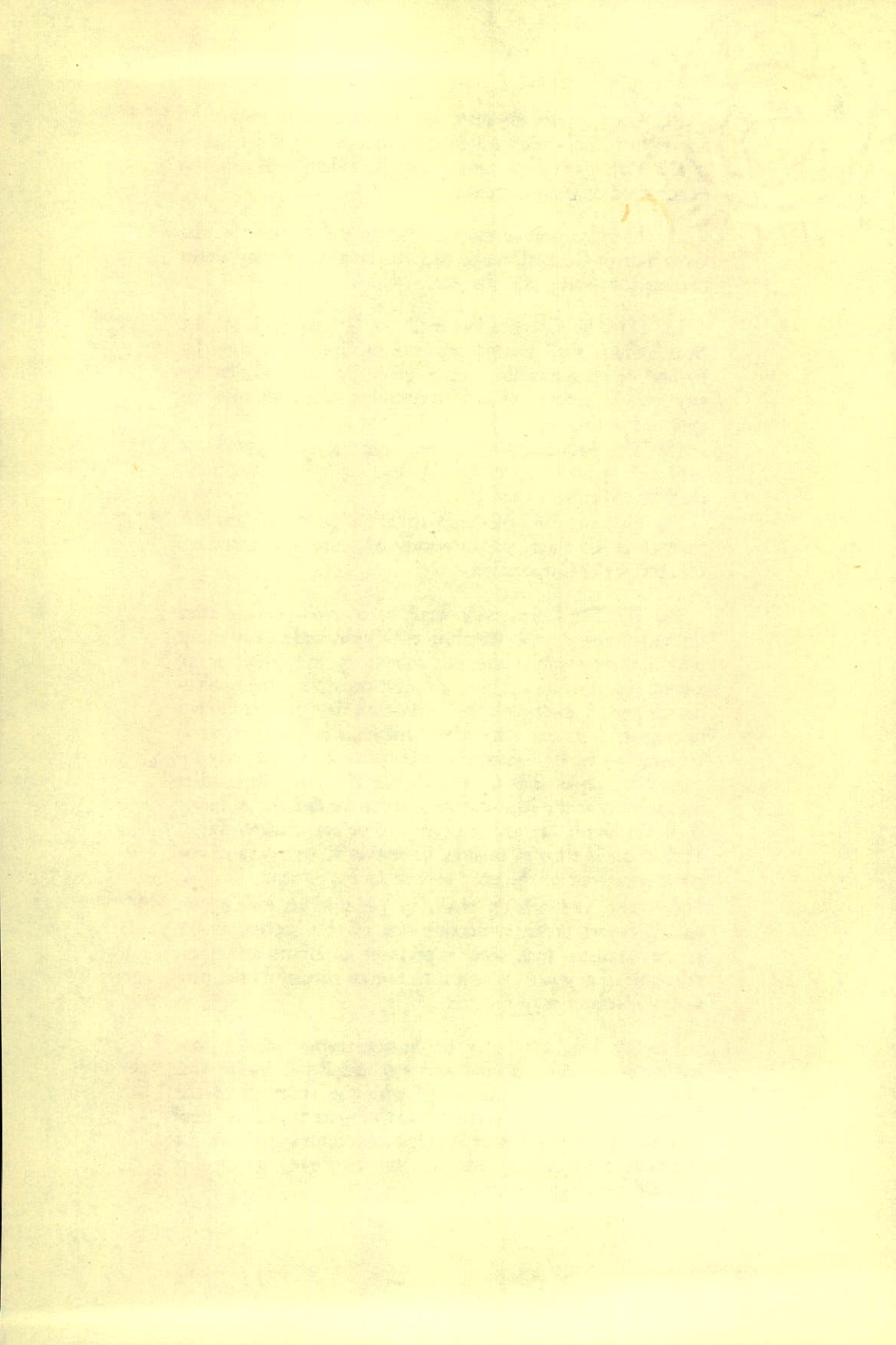
(2) The Corporation shall, in addition to making an annual report under subsection one of this section, make to the Minister such other reports of its affairs and operations or of any particular transaction or part of its business as the Minister may require.

Other reports.

14. (1) The *Civil Service Superannuation Act* is not applicable to officers and servants employed under this Act but the Corporation may, with the approval of the Governor in Council, establish and support a pension fund or make other pension or superannuation arrangements for the benefit of officers and servants employed under this Act and their dependents.

R.S., c. 24.

Pension fund.







Contributor to Civil Service Superannuation Act.

(2) Notwithstanding subsection one of this section or any other statute or law, a person who, immediately prior to his employment under this Act, was a contributor under the *Civil Service Superannuation Act* continues while employed under this Act to be a contributor under the said *Superannuation Act*; and, for the purposes of the said *Superannuation Act*, his service under this Act shall be counted as service in the civil service and he, his widow, children or other dependents, if any, or his legal representatives, may be granted the respective allowances or gratuities provided by the said *Superannuation Act*.

Former civil servant retired under this Act.

Superannuation rights preserved.

(3) Where a person who was a civil servant immediately before his employment under this Act is retired from employment under this Act, he may, in accordance with regulations made under the *Civil Service Act*, be assigned to a position in the civil service of the class from which he was so retired or for which he is qualified, or, in the alternative, be granted the same allowance or gratuity under the *Civil Service Superannuation Act* as he might have been granted if he were retired under like circumstances from a position in the civil service.

Former civil servant prior to employment under this Act retains rights under Civil Service Act.

(4) A person employed under this Act, who immediately prior to his employment, held a position in the civil service or was an "employee" within the meaning of the *Civil Service Act*, retains and is eligible to receive all the benefits, except salary as a civil servant, that he would have been eligible to receive had he remained under that Act.

Government Compensation Act to apply.

R.S., c. 30.

(5) The *Government Employees Compensation Act* applies to officers and servants employed under this Act and for the purposes of the said *Government Employees Compensation Act* such officers and servants shall be deemed to be employees in the service of His Majesty.

Acquisition of property of the Canadian Export Board.

15. (1) The Corporation shall, on the day this Act comes into force, take possession of all property in the custody, possession or control of the Canadian Export Board and such property shall, for the purposes of legal proceedings, be deemed to have been acquired by the Corporation on behalf of His Majesty.

Rights and obligations acquired.

(2) From the day this Act comes into force, all rights and obligations acquired or incurred by the Canadian Export Board shall, for the purposes of legal proceedings, be deemed to have been acquired or incurred by the Corporation on behalf of His Majesty.

16. The Canadian Commercial Corporation Order (P.C. 1218) made by the Governor in Council on the twenty-ninth day of March, nineteen hundred and forty-six under *The National Emergency Transitional Powers Act, 1945*, is revoked and anything at any time done by or pursuant to that order shall be deemed to have been done at that time by or pursuant to this Act.

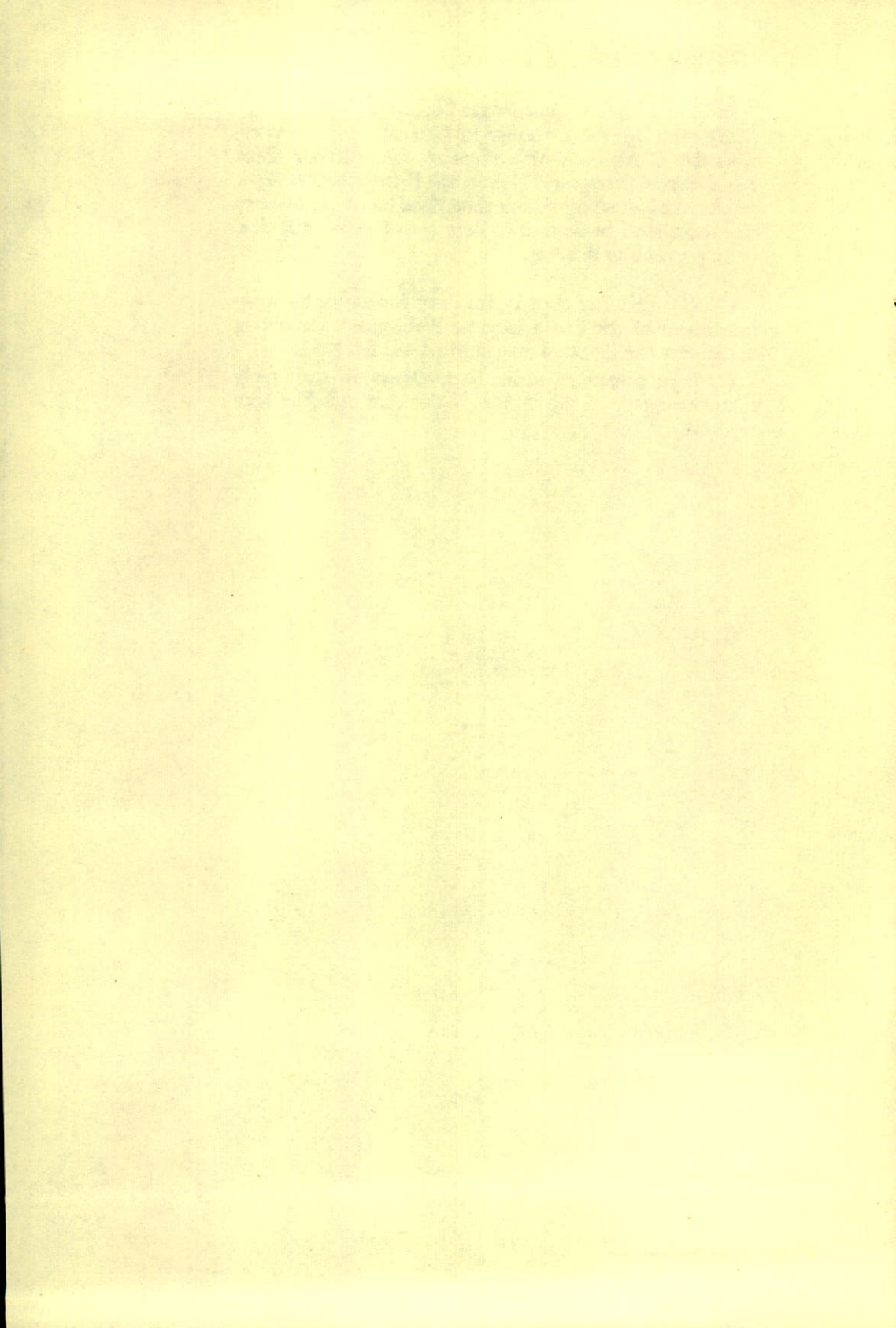
Order in  
Council  
revoked.

1945,  
(2nd sess.)  
c. 25.

17. (1) This Act shall expire sixty days after the commencement of the first session of Parliament commencing in the year one thousand nine hundred and forty-nine.

(2) Section nineteen of the *Interpretation Act* shall apply upon the expiry of this Act as if this Act had then been repealed.

R.S., c. 1.



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PRIVY COUNCIL



OTTAWA

P.C. 314

AT GOVERNMENT HOUSE AT OTTAWA

WEDNESDAY, THE 5TH DAY OF FEBRUARY, 1947

PRESENT:

HIS EXCELLENCY

THE GOVERNOR GENERAL IN COUNCIL:

WHEREAS by virtue of the provisions of The Department of Reconstruction and Supply Act, 1945, and The Department of Munitions and Supply Act, the power, duty and function to buy or otherwise acquire, manufacture or otherwise produce munitions of war or supplies and construct or carry out projects required by the Department of National Defence is vested in the Minister of Reconstruction and Supply;

AND WHEREAS it is expedient and in the public interest that such power, duty and function should be transferred to the Minister of Trade and Commerce on February 1, 1947;

THEREFORE His Excellency the Governor General in Council, on the recommendation of the Right Honourable W. L. Mackenzie King, the Prime Minister, and under and by virtue of the provisions of the Public Service Re-arrangement and Transfer of Duties Act, is pleased to order and doth hereby order that the power, duty and function vested in the Minister of Reconstruction and Supply under The Department of Reconstruction and Supply Act, 1945, and The Department of Munitions and Supply Act, to buy or otherwise acquire, manufacture or otherwise produce munitions of war or supplies and construct or carry out projects required by the Department of National Defence be transferred to the Minister of Trade and Commerce on the first day of February, 1947.

His Excellency in Council is further pleased, hereby, to authorize the Minister of Trade and Commerce, for the purpose of carrying out such power, duty and function, to make use of the services of the officers and servants of the Canadian Commercial Corporation and to authorize such of the officers of the corporation as he may select to sign documents on his behalf.

(Sgd.) A. D. P. HEENEY,  
*Clerk of the Privy Council.*

The Honourable  
the Minister of Trade and Commerce.

