

INVEST TO INSURE YOUR FREEDOM



The Minister of Finance of the Dominion of Canada
offers for public subscription

\$600,000,000

S E C O N D

VICTORY LOAN

Dated and bearing interest from 1st March 1942, and offered in three maturities, as follows:

For Cash or Conversion

Twelve-year
3% BONDS DUE 1st MARCH 1954
PAYABLE AT MATURITY AT 101%
Callable at 101 in or after 1952
Interest payable 1st March and September
Denominations,
\$50, \$100, \$500, \$1,000, \$5,000, \$25,000
ISSUE PRICE: 100%,
yielding 3.07% to maturity

For Cash or Conversion

Six-year
2¼% BONDS DUE 1st MARCH 1948
PAYABLE AT MATURITY AT 100%
Non-callable to maturity
Interest payable 1st March and September
Denominations,
\$1,000, \$5,000, \$25,000
ISSUE PRICE: 100%,
yielding 2.25% to maturity

For Conversion only

Two and one-half year
1½% BONDS DUE 1st SEPTEMBER 1944
PAYABLE AT MATURITY AT 100%
Non-callable to maturity
Interest payable 1st March and September
Denominations,
\$1,000, \$100,000
ISSUE PRICE: 100%,
yielding 1.50% to maturity

Principal and interest payable in lawful money of Canada; the principal at any agency of the Bank of Canada and the interest semi-annually, without charge, at any branch in Canada of any Chartered Bank.

Bonds may be registered as to principal or as to principal and interest, as herein-after provided, through any agency of the Bank of Canada.

CASH SUBSCRIPTIONS

Cash subscriptions will be received *only for the 3% and/or the 2¼% bonds* and may be paid in full at the time of application at the issue price in each case *without* accrued interest. Bearer bonds with coupons will be available for prompt delivery. Cash subscriptions may also be made payable by instalments, plus accrued interest, as follows—

10% on application; 15% on 15th April 1942; 15% on 15th May 1942;
20% on 15th June 1942; 20% on 15th July 1942;
20.82% on the 3% bonds OR 20.62% on the 2¼% bonds, on 15th August 1942.

The last payment on 15th August 1942, covers the final payment of principal, plus .82 of 1% in the case of the 3% bonds and .62 of 1% in the case of the 2¼% bonds representing accrued interest from 1st March 1942, to the due dates of the respective instalments.

CONVERSION SUBSCRIPTIONS

Holders of Dominion of Canada 1½% Bonds due 15th May 1942, and Dominion of Canada 2% Bonds due 1st June 1942, may, for the period during which the subscription lists are open, tender their bonds *with final coupon attached*, in lieu of cash, on subscriptions for a like or greater par value of bonds of *one or more* maturities of this loan at the issue price in each case *without* accrued interest. The surrender value of the 1½% Bonds will be 100.59% of their par value, and of the 2% Bonds will be 100.80% of their par value, inclusive of accrued interest in each case; the resulting adjustment to be paid in cash.

The Minister of Finance reserves the right to accept or to allot the whole or any part of the amount of this loan subscribed for cash for either or both of the available maturities if total subscriptions are in excess of \$600,000,000.

The cash proceeds of this loan will be used by the Government to finance expenditures for war purposes.

The lists will open on 16th February 1942, and will close on or about 7th March 1942, with or without notice, at the discretion of the Minister of Finance.

SAFETY • INCOME • SALEABILITY

#15
Paid by R.S.W. Wood
at R.B. and Co.
Canada
April 14/41

AUTHORIZATION

The Second Victory Loan is authorized under authority of Acts of the Parliament of Canada, and both principal and interest are a charge on the Consolidated Revenue Fund of Canada. The books of the Loan will be kept at the Head Office of the Bank of Canada, Ottawa.

**DETAIL OF
3% BONDS
DUE 1954**

The 3% bonds payable 1st March 1954 at 101%, will be dated and bear interest from 1st March 1942, and will be subject to redemption at the option of the Government, as a whole or in part, at 101% and accrued interest on or after 1st March 1952, at any time on sixty days' notice. Bearer bonds with coupons will be issued in denominations of \$50, \$100, \$500, \$1,000, \$5,000 and \$25,000, and may be registered as to principal. Bearer bonds of \$5,000 and \$25,000 denominations will be available only at the time of issue and will be exchangeable without charge at any time into bearer bonds of smaller denominations. Fully registered bonds, the interest on which is paid direct to the owner by cheque, will be issued in denominations of \$500, \$1,000, \$5,000, \$10,000 and \$100,000.

**DETAIL OF
2 1/4% BONDS
DUE 1948**

The 2 1/4% bonds payable 1st March 1948 at 100%, will be dated and bear interest from 1st March 1942, and will be non-callable to maturity. Bearer bonds with coupons will be issued in denominations of \$1,000, \$5,000 and \$25,000, and may be registered as to principal. Bearer bonds of \$5,000 and \$25,000 denominations will be available only at the time of issue and will be exchangeable without charge at any time into bearer bonds of \$1,000. Fully registered bonds, the interest on which is paid direct to the owner by cheque, will be issued in denominations of \$1,000, \$5,000, \$10,000 and \$100,000.

**DETAIL OF
1 1/2% BONDS
DUE 1944**

The 1 1/2% bonds payable 1st September 1944 at 100%, will be dated and bear interest from 1st March 1942, and will be non-callable to maturity. Bearer bonds with coupons will be issued in denominations of \$1,000 and \$100,000, and may be registered as to principal. Bearer bonds of \$100,000 denomination will be available only at the time of issue and will be exchangeable without charge at any time into bearer bonds of \$1,000. Fully registered bonds, the interest on which is paid direct to the owner by cheque, will be issued in denominations of \$1,000, \$10,000 and \$100,000.

**TRANSFER
REGULATIONS**

The first transfer of fully registered bonds of each maturity of this loan into bearer bonds with coupons attached will be effected on or after 1st April 1942 without charge. On subsequent transfers, subject to such reasonable conditions as the Minister may prescribe and the payment of fifty cents for each new bond issued, holders of fully registered bonds without coupons will have the right to convert into bonds with coupons, and holders of bonds with coupons will have the right to convert into fully registered bonds without coupons at any time on application to any agency of the Bank of Canada.

**DELIVERY
OF BONDS**

Bearer bonds with coupons attached, of each maturity of this loan, will be available for delivery at the time of application, or within five days thereof, to cash or conversion subscribers initially making payment in full. Bonds registered as to principal, or as to principal and interest, will be delivered to subscribers upon making payment in full as soon as the required registration can be effected.

**PAYMENT
IN FULL ON
INSTALMENT
DATES**

Subscriptions may be paid in full at the time of application at the issue price, or prices, without accrued interest, or, in respect to the 3% and/or 2 1/4% bonds, on any instalment due date thereafter; in the latter case accrued interest on the respective instalment or instalments will be charged. Under this provision, payment for subscriptions may be made as follows—

	3% Bonds	2 1/4% Bonds
If remainder (90%) paid 15th April 1942	\$90.33 per \$100	\$90.25 per \$100
If remainder (75%) paid 15th May 1942	\$75.52 per \$100	\$75.39 per \$100
If remainder (60%) paid 15th June 1942	\$60.67 per \$100	\$60.50 per \$100
If remainder (40%) paid 15th July 1942	\$40.77 per \$100	\$40.58 per \$100
If remainder (final) paid 15th August 1942	\$20.82 per \$100	\$20.62 per \$100

**INITIAL
PAYMENT
AND TITLE**

Subscriptions, other than those paid in full on application, must be accompanied by a payment of 10% of the par value subscribed. All cheques covering payments are to be made payable to the credit of the Receiver General of Canada. Title to the bonds shall not pass to the subscriber until payment in full has been completed. Subscriptions will be accepted by Victory Loan Salesmen, by any branch in Canada of any Chartered Bank, or by any authorized Savings Bank, Trust or Loan Company.

**INSTALMENT
PAYMENTS AND
RECEIPTS**

Non-negotiable receipts will be issued upon request to all instalment subscribers by the Chartered Bank, authorized Savings Bank, Trust or Loan Company, designated by the subscriber in the application form. These receipts will be exchangeable for bonds at the designated bank, trust or loan company, when the subscription is fully paid. All receipts must be exchanged before 1st September 1942. Payment of all instalments must be made at the bank, trust or loan company, originally designated by the subscriber. Payment of instalments, or payment of balance in full, after the subscription lists are closed, should be made only on an instalment due date.

**FORM OF
BOND**

Subscribers must indicate on their applications the form of bond and the denominations required, and the bond so indicated will be delivered by the designated bank, trust or loan company.

Application forms may be obtained from any Victory Loan Salesman, from the National War Finance Committee or any representative thereof, from any branch in Canada of any Chartered Bank, or from any authorized Savings Bank, Trust or Loan Company.

Department of Finance, Ottawa, 16th February 1942.

ACKNOWLEDGMENT OF APPLICATION

(Do not detach from above)

The undersigned Victory Loan Salesman, Bank, Trust or Loan Company, has received a duly executed application for bonds of the Second Victory Loan, the essential details of which are as follows—

**NAME AND
ADDRESS OF
SUBSCRIBER**

Mr. Thomas Howard
.....
(Name)
Douglas
.....
(Address)

**AMOUNT AND
MATURITY
SUBSCRIBED**

\$ *100* of 3% BONDS \$ of 2 1/4% BONDS \$ of 1 1/2% BONDS
(Par value) (Par value) (Par value)

**PAYMENT AND
DELIVERY TO
BE MADE AT**

Royal Bank
.....
(Name of Bank, Trust or Loan Company)

.....
(Branch and address)

Date *Feb. 23rd* 1942. *A. J. Cameron*
.....
(Signature of receiver of application)

**SPECIAL
NOTE**

The subscriber should carefully preserve this acknowledgment. It evidences his subscription and indicates the branch of the Bank, Trust or Loan Company where he has undertaken to complete the transaction. Subscribers should allow about five days from date of application for bonds to be available at designated Bank, Trust or Loan Company. Complete details of the security purchased and the manner in which payment is to be made therefor will be found above and on the reverse hereof.