

purposes outside the United Kingdom, or to replace money which has been so applied; or

(b) to issue capital in the United Kingdom or to renew or extend the period of maturity of any security where the issue, renewal or extension is made by or on behalf of a person not ordinarily resident in the United Kingdom:

Provided that the foregoing prohibition shall not apply to the issue of shares of an amount not exceeding £100 in all to the subscribers of a memorandum of association.

(2) Every prospectus or other document offering for subscription any stock, shares or securities shall include a statement that no part of the proceeds of the issue is to be applied for capital purposes outside the United Kingdom or to replace money which has been so applied or in cases in which the proceeds of the issue are to be applied for capital purposes outside the United Kingdom or to replace money which has been so applied that the necessary licence has been obtained from the Treasury.

(3) For the purposes of this regulation—

A person shall be deemed to issue capital who—

(i) issues (whether for cash or otherwise) any stock, shares or securities; or

(ii) pays or receives any money on loan on the terms express or implied that the money is to be or may be applied at some future date in payment of any stock, shares or securities to be issued at whatever date to the person making the loan.

The expression 'securities' means bonds, debentures, debenture stock and other marketable securities.

(4) No person shall, except under and in pursuance of a licence granted by the Treasury—

(a) buy or sell any stock, shares or other securities except for immediate payment, or (in cases where the purchase or sale takes place in any recognised Stock Exchange), subject to the rules or regulations of such Exchange; or

(b) buy or sell any stock, shares or other securities which have at any time since the 30th September, 1914, been in physical possession outside the United Kingdom.

(5) Notwithstanding anything in this regulation a person may without a licence from the Treasury issue a security (being a security the issue of which would otherwise be prohibited by this regulation), where the issue is solely for the purpose of securing an overdraft or the repayment of a debt contracted or to be contracted in the ordinary course of trade, but a person shall not transfer or accept a transfer of any security so issued without a licence except under and in pursuance of a licence granted by the Treasury.

(6) A licence granted under this regulation may be granted subject to any terms and conditions specified therein.

(7) If any person acts in contravention of this regulation, or if any person to whom a licence has been granted under this regulation subject to any terms or conditions fails to comply with those terms or conditions, he shall be guilty of a summary offence against these regulations, and where any capital or any prospectus or other document is issued in contravention of these regulations the person by

whom the same has been issued shall be guilty of a summary offence against these regulations."

2. Regulation 39D is hereby revoked and shall be omitted.

3. The following sub-section shall be inserted at the end of Regulation 41B:—

"(6) A Secretary of State or any person authorised by him in that behalf may grant such licences permitting any transaction prohibited by this regulation as to him shall seem reasonable, and any such licence may be granted either specially to an individual or in respect of any particular enemy or enemy country generally."

*Almeric FitzRoy.*

At the Court at Buckingham Palace, the 28th day of March, 1919.

PRESENT,

The KING's Most Excellent Majesty in Council.

WHEREAS there was this day read at the Board a Memorial from the Right Honourable the Lords Commissioners of the Admiralty, dated the 25th day of March, 1919, in the words following, viz. :—

"Whereas by Section 3 of the Naval and Marine Pay and Pensions Act, 1865, it is enacted, *inter alia*, that all pay, pensions, or other allowances in the nature thereof, payable in respect of services in Your Majesty's Naval or Marine Force to a person being or having been an Officer, Seaman, or Marine therein, shall be paid in such manner, and subject to such restrictions, conditions, and provisions, as are from time to time directed by Order in Council:

"And whereas by Your Majesty's Order in Council of the 8th day of November, 1918, sanction was given to the payment of Supplementary Separation Allowances, in certain circumstances, to the wives and dependants of Seamen, Marines, and Reservists, holding the Rating or Rank of Ordinary Seaman, Able Seaman, Private, or any relative Rating or Rank in other Branches of Your Majesty's Naval and Marine Forces:

"And whereas the grant of War Bonus, in addition to pay, to men serving in Your Majesty's Navy, Army, and Air Forces, has produced a change in the relative position of Seamen in the Navy and Privates in the Army:

"We beg leave humbly to recommend that Your Majesty may be graciously pleased, by Your Order in Council, to sanction the alteration in the conditions as regards award of Supplementary Separation Allowance as indicated in the Schedule hereto, with effect from the 6th February, 1919.

"The Lords Commissioners of Your Majesty's Treasury have signified their concurrence in this proposal."

" SCHEDULE.

"It shall be a condition of the award of a Supplementary Separation Allowance that the Seaman or Marine, in respect of whom it is claimed, shall have declared in favour of the claimant a weekly allotment from his wages which—

(a) If his Full Pay and Allowances in the nature thereof including War Bonus do not