

(2) Subject to those limits, each of the permanent corporations may borrow from the Minister, or, with the consent of the Minister and the approval of the Treasury, may borrow by the issue of stock, such sums as the corporation may require for all or any of the following purposes, that is to say—

- (a) the provision of working capital ;
- (b) the promotion of other undertakings, the acquisition of other undertakings or of shares or stock in other undertakings, and the making of loans to, and the fulfilment of guarantees given for the benefit of, other undertakings ;
- (c) the redemption of any stock which the corporation are required or entitled to redeem ; and
- (d) any other expenditure properly chargeable to capital account, including the repayment of any money borrowed by the corporation for defraying expenditure properly so chargeable.

(3) Subject to those limits, each of the permanent corporations may borrow from the Minister sums required by them for financing any accumulated deficit of the corporation on revenue account which has accrued at any time not later than the end of March 1964, but only to the extent to which that deficit—

- (a) in the case of the British Overseas Airways Corporation, does not exceed one hundred million pounds, and
  - (b) in the case of the British European Airways Corporation, does not exceed ten million pounds,
- and may borrow from the Minister sums required for repaying any money borrowed by them under this subsection."

**General limits on borrowing.** 2. The following section shall be substituted for section 12 of the principal Act (which imposes limits on borrowing by the air corporations) :—

" 12.—(1) Subject to the following provisions of this section, the aggregate amount outstanding in respect of the principal of any moneys borrowed by the British Overseas Airways Corporation shall not at any time exceed two hundred and sixty million pounds, or such greater sum, not exceeding three hundred million pounds, as the Minister may from time to time by order specify.

(2) Subject to the following provisions of this section, the aggregate amount outstanding in respect of the principal of any moneys borrowed by the British European Airways Corporation shall not at any time exceed one hundred and ten million pounds, or such greater sum, not exceeding one