



CHAPTER 38

An Act to facilitate the application of farm credit in the
Gaspé Peninsula and in the Magdalen Islands

[Assented to, the 12th of April, 1938]

1. In this act, the following terms have the meaning here- Interpretation-
after given to them; tion:

a. "Bureau" means the Quebec Farm Credit Bureau; "Bureau".

b. "Credit Union" means a coöperative syndicate called "Credit
Caisse Populaire Desjardins, governed by the Quebec Union".
Coöperative Syndicates Act (Revised Statutes, 1925,
chapter 254) .

2. Every person in continuous, peaceable, public and Persons
unequivocal possession and as owner, himself or through his deemed
auteurs, for at least ten years, of an immoveable situated owners of
in the counties of Bonaventure, Gaspé-North, Gaspé-South certain
and the Magdalen Islands, shall, for the purposes of this immoveables.
act, be deemed the owner of such immoveable and may
validly hypothecate it, as security for any loan granted in
virtue of this act by the Bureau or by a Credit Union.

Such hypothec shall have priority of rank over every Priority of
other privilege and every other hypothec burdening such certain
immoveable. hypothec.

3. The Bureau is authorized to make advances to any Making of
Credit Union operating in the counties of Bonaventure, advances by
Gaspé-North, Gaspé-South and the Magdalen Islands, Bureau.
up to sixty-five per cent of the amount of each loan granted
in such counties by such Credit Union in virtue of this act.

- Guaranteeing of such advances. To guarantee such advances the Bureau must exact that such Credit Union transfer to it every claim, whether hypothecary or chirographic, which it holds from its debtor by reason of a loan granted to such latter in virtue of this act.
- Interest on advances. The advances made by the Bureau to the Credit Union shall bear interest at the rate of two and one-half per cent per annum, payable semi-annually.
- Method of reimbursement, etc. The method of reimbursement and the other conditions of such advances shall be determined by regulations of the Bureau, subject to the approval of the Lieutenant-Governor in Council.
- Loan by Bureau authorized. **4.** The Bureau is authorized to borrow, with the guarantee of the Government of the Province, by an issue of debentures or otherwise, an amount not exceeding two hundred and fifty thousand dollars, for the purposes of section 3 of this act.
- Coming into force. **5.** This act shall come into force on the day of its sanction.
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