



## CHAPTER 24

### An Act to amend the Security Transfer Tax Act

[Assented to, the 19th of February, 1932]

**HIS MAJESTY**, with the advice and consent of the Legislative Council and of the Legislative Assembly of Quebec, enacts as follows:

**1.** The Security Transfer Tax Act (Revised Statutes, R. S., c. 27, 1925, chapter 27) is amended by adding thereto, after s. 1a, added, section 1 thereof, the following section:

**"1a.** In this act:

1. The words "foreign government" designate all governments other than those of the Dominion of Canada and of the Provinces of such Dominion;

Interpretation:  
"Foreign government";

2. The word "security" means and includes:

"Security".

a. Any share, debenture, debenture-stock and any bond issued by any corporation, company or foreign government;

b. Any undivided interest commonly called a unit, in a group of shares, debentures, debenture-stock and / or bonds held in trust or in ownership, by a person, firm or corporation, evidenced by any document whatsoever."

**2.** Section 2 of the said act, as amended by the act 18 R. S., c. 27, George V, chapter 15, section 1, is replaced by the following:

s. 2, replaced.

**"2. 1.** In order to provide for the exigencies of the public service, there shall be levied, in accordance with the rules hereinafter set forth, a tax:

Levying of tax upon:

a. Upon every change of ownership of securities, consequent upon the sale, transfer or assignment thereof, made or carried into effect in this Province;

Change of ownership of securities;

Order for sale, etc., of securities. *b.* Upon every order given in the Province for the sale or assignment of securities, provided that such order be executed outside of the Province.

Exception. 2. The first change in ownership resulting from the sale, transfer or assignment by the corporation or company which issues such securities shall not be subject to the tax enacted by this act."

R. S., c. 27, s. 4, re-placed. **3.** Section 4 of the said act, as amended by the act 17 George V, chapter 18, section 1, is replaced by the following:

Tax on security having par value. **"4.** When a security having a par value is concerned, such tax shall be two cents for every such security if such par value is less than ten dollars, three cents if the par value is ten dollars or more but does not exceed one hundred dollars, and three cents for every hundred dollars or fraction of one hundred dollars if such par value exceeds one hundred dollars. However, if the market value of the security is less than ten dollars, such tax shall be only two cents for every such security.

Tax on share, etc., having no par value. When a share, or a unit contemplated under section 1*a*, having no par value is concerned, such tax shall be two cents for every such share or unit if the market value thereof is less than ten dollars, three cents for every such share or unit if the market value thereof is ten dollars or more but does not exceed one hundred dollars, and three cents for every hundred dollars or fraction of one hundred dollars if the market value thereof exceeds one hundred dollars.

Tax when share, etc., has neither par nor market value. When a share, or a unit contemplated under section 1*a*, having no par value and no market value is concerned, such tax shall be three cents for every such share or unit.

Tax on shares, etc., issued by mining company. Nevertheless, in the case of shares, or units contemplated under section 1*a*, issued by a mining company, such tax shall be three cents for every hundred dollars or fraction thereof of the market value of such shares or units, forming a single transaction."

R. S., c. 27, s. 9, re-placed. **4.** Section 9 of the said act, as replaced by the act 18 George V, chapter 15, section 2, and amended by the act 20 George V, chapter 27, section 1, is again replaced by the following:

Interpretation as to place of transfer, etc. **"9.** Every transfer, sale or assignment, ordered, made or carried into effect through a person carrying on in the Province the brokerage business either for himself or on behalf of another person, shall be deemed to be ordered,

made or carried into effect in the Province, unless the Provincial Treasurer shall certify that the contrary has been established to his satisfaction."

**5.** Section 14 of the said act is amended by adding R. S., c. 27, thereto, after the first paragraph thereof, the following s. 14, am. paragraph:

"He may, in addition, permit other persons to collect Collection. the tax in money in lieu of stamps."

**6.** This act shall come into force on the day of its <sup>Coming into</sup> sanction. <sub>force.</sub>

