

contracts of insurance and reinsurance for guaranteeing the faithful performance of their duties by persons holding confidential positions, whether public or private;

And whereas it is expedient to grant the prayer contained in the said petition ;

Therefore, His Majesty, with the advice and consent of the Legislative Council and of the Legislative Assembly of Quebec, enacts as follows:

**1.** The act 8 George V, chapter 120, is amended by inserting therein the following section after section 1:

“**1a.** The company is also authorized to enter into contracts of insurance and reinsurance guaranteeing the faithful performance of their duties by persons holding confidential positions whether public or private.”

**2.** This act shall come into force on the day of its sanction.

## C H A P. 121

An Act to incorporate The Provincial Indemnity Company

[Assented to, 17th of March, 1919]

**W**HEREAS the persons hereinafter mentioned have, by their petition, prayed that the legislative provisions set forth below be enacted, and it is expedient to grant such prayer;

Therefore His Majesty, with the advice and consent of the Legislative Council and of the Legislative Assembly of Quebec, enacts as follows:

**1.** Théophile Marot, manager; Joseph Hercule; Téléphone Bourassa, accountant; Joseph Edouard Francoeur, insurance agent; Rosaire Dorval, accountant, and Joseph Cléophas Lamothe, advocate and King's Counsel, all of the city of Montreal, district of Montreal, and also the persons who will become shareholders of the company, are incorporated under the name of “The Provincial Indemnity Company”, and designated in the present act “the company”.

**2.** The persons mentioned in section 1 of this act shall be the provisional directors of the company. A majority of the provisional directors shall constitute a quorum.

The provisional directors may open stock subscription books.

Board of directors.

**3.** As soon as the subscription to the capital stock of the company reaches at least fifty thousand dollars, and at least ten thousand dollars of the subscribed shares have been deposited in some chartered bank, in Canada, to be used only for the purposes of the company, the provisional directors shall convene a general meeting of the shareholders in some specified place in the said city of Montreal, at which meeting the shareholders present or represented by proxy, and who have paid at least twenty per cent of the shares subscribed by them, shall elect a board of not less than five and not more than nine directors, a majority of whom shall constitute a quorum.

Qualification of directors.

**4.** No shareholder shall be a director unless he owns, in his own name and on his own account, at least ten shares of the capital stock and has paid all the instalments due on said shares and any indebtedness due by him to the company.

Capital stock.

**5.** The capital stock of the company shall be one hundred thousand dollars, divided into shares of one hundred dollars each.

Head office.

**6.** The head office of the company shall be in the city of Montreal, Province of Quebec, but local boards or agencies may be established elsewhere as the directors may at any time determine.

Object of company.

**7.** The company's object is: to carry on insurance operations against illness, any inability to work, resulting from illness or bodily injuries through accident or otherwise, and to pay weekly indemnities during such sickness or inability to work, the whole as may be determined by a by-law passed by the company and inserted in the policies to be issued, and to charge premiums determined by by-law of the company and inserted in the policies to be issued, and to fix the conditions and clauses respecting the said policies.

Payment of shares.

**8.** The shares shall be payable by such instalments and at such times and places as the directors shall determine; the first instalment shall not exceed forty per cent, and no subsequent instalment shall exceed ten per cent, and at least thirty days' notice shall be given of the due date of such instalment.

**9.** The company shall not begin insurance operations, until fifty per cent of the authorized capital has been subscribed, and the sum of at least ten thousand dollars has been paid in cash into the funds of the company, to be used exclusively for the purposes of the company under this act; nevertheless each shareholder shall pay at least twenty per cent of the amount subscribed by him, and the company shall be bound to make a deposit of at least ten thousand dollars into the hands of the Provincial Treasurer, to obtain a license from the Superintendent of Insurance permitting it to do business in this Province.

License to  
carry on  
business.

Deposit.

**10.** The administration and direction of the affairs of the company shall be subject to the Quebec Insurance Act, under reserve of the amendments authorized by this act.

Company  
subject to  
insurance  
act.

**11.** The company may carry on, if it deems advisable, burglary insurance, credit insurance, fidelity and judicial guarantee insurance, and plate glass insurance, by obtaining a license to that effect from the Superintendent of Insurance and by conforming to all the conditions which may be imposed on the company, according to the Quebec Insurance Act, such as increase of capital, subscriptions to capital, the required deposit, and all other provisions contained in the Quebec Insurance Act.

Powers of  
company.

**12.** The company shall be empowered to reinsure its risks wholly or partly.

Power to  
reinsure.

**13.** This act shall come into force on the day of its sanction.

Coming into  
force.

## CHAP. 122

An Act to amend the charter of *l'Association d'assurance mutuelle des Fabriques des diocèses de Québec et des Trois-Rivières*

[Assented to, 17th of March, 1919]

**W**HEREAS *l'Association d'assurance mutuelle des Fabriques des diocèses de Québec et des Trois-Rivières* has, by its petition, represented:

Preamble.

That it was incorporated by the act 16 Victoria, chapter 149, assented to 23rd May, 1853;

That it has become urgent to make certain amendments in the said act respecting the said association;