

an additional deposit of \$5,000.00 before it shall transact any accident or sickness business, subject to the provisions of paragraph 5 of article 6923 of the Revised Statutes, 1909.

9. The operations of the company shall be divided into two separate and distinct branches with a separate system of accounting for each branch. One branch shall cover the business of life insurance, and the other branch the business of accident and sickness insurance. Operations in two branches.

10. The preliminary expenses of the organization of the company preceding the issue of the license shall not be a charge upon the paid-up capital of the company, but shall be paid by means of a premium upon shares of such amount as the provisional directors shall decide. Before the issue of the license to do business the company shall satisfy the Superintendent of Insurance that such preliminary expenses have been paid as herein provided. Payment of organization expenses.

11. The company may amalgamate with any other company on such terms and conditions as shall be approved by the Lieutenant-Governor in Council. Amalgamation.

12. The provisions of the Quebec Insurance Act shall apply to this act and form part thereof, in so far as they are not inconsistent with the same. Provisions applicable.

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

C H A P . 8 2

An Act to incorporate the Civic Investment and Industrial Company.

[Assented to 16th March, 1916]

WHEREAS George E. Borlase, notary public; John Preamble. P. Wells, advocate, and Henry J. Duffett, advocate, all three of the city of Sherbrooke, in the Province of Quebec, have by their petition prayed to be incorporated under the name of "The Civic Investment and Industrial Company", and it is expedient to grant 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:

- Company incorporated. **1.** George E. Borlase, notary public, John P. Wells, advocate, and Henry J. Duffett, advocate, all of the city of Sherbrooke, in the Province of Quebec, and such other persons as may hereafter become associated with them, are incorporated under the name of: "The Civic Investment and Industrial Company", and the said George E. Borlase, John P. Wells and Henry J. Duffett shall be the first directors thereof.
- Name.
- Capital. **2.** The capital stock shall be one hundred thousand dollars, divided into one thousand shares of one hundred dollars each, of which ten per cent shall be paid up before the company shall begin its operations.
- Investment of capital. **3.** The company may invest its capital in hypothecs on real estate in any city or town, or in the inscribed stock, bonds or debentures thereof, or of any village or other municipality in the Province of Quebec, or in the stock, bonds or debentures of any corporation having for its object, in whole or in part, the exploitation of telephones or tramways, or the supplying of heat, water, light or power within the limits thereof.
- Loans. **4.** The company may lend money on the security of any property in which it is empowered to invest.
- Acquisition, etc., of undertakings of other companies. **5.** The company may acquire, lease, contract for, construct or equip the enterprise and undertaking of any corporation in the stock, bonds or debentures whereof it is authorized to invest, and may operate the same, and for that purpose may use and exercise the name and charter powers of such corporation.
- R. S., 5988, replaced for the co. **6.** Article 5988 of the Revised Statutes, 1909, is, for the above company, replaced by the following:
Issue of notes authorized. **"5988.** Subject to the provisions of article 6119a of the Revised Statutes, 1909, the company may, by resolution, issue notes payable to order or to bearer, for the settlement of accounts and other current matters, and if authorized by by-law, sanctioned by a vote of not less than two-thirds in value of the subscribed stock of the company represented at a general meeting duly called for considering the by-law, the directors may, from time to time:
- Loans authorized. *a.* Borrow money upon the credit of the company;

b. Limit or increase the amount to be borrowed;

c. Issue bonds, debentures or other securities of the company, and pledge or sell the same for such sums and at such prices as may be deemed expedient; but no such bonds, debentures or other securities shall be for a less sum than one hundred dollars, each;

d. Hypothecate or pledge the immoveable property of the company or pledge its moveable property, or do both, to secure any such bonds, debentures or other securities and any money borrowed for the purposes of the company.

e. Give, through their duly authorized officers, to one or more trustees, to secure the payment of the bonds or debentures, a hypothec upon the immoveable property of the company, mentioning the issue and the amount of the bonds or debentures so secured; and such hypothec, after having been registered, shall, notwithstanding article 2017 of the Civil Code, be a valid security in favor of the holders of such bonds or debentures, whether issued before or after the execution of such hypothec.

The limitations and restrictions contained in this article shall not apply to the borrowing of money by the company on bills of exchange or promissory notes, or other negotiable instruments, made, drawn, accepted or endorsed by or on behalf of the company, in such amount as the directors may determine by resolution."

7. The company may appoint one or more of its shareholders to represent it on the board of directors of any corporation in which it may hold stock, and may qualify them for that purpose by transferring to them the requisite number of shares.

8. The company may acquire the assets of or the shares in any joint stock corporation in the bonds or debentures whereof it may have invested any of its capital or assets.

9. The company may amalgamate and consolidate with any company whose assets or shares it may acquire, and may exercise its borrowing power or increase its capital, and may carry on the business of any such company on terms approved of by shareholders representing a majority of the shares of both companies, and set out in a notarial deed to be deposited in the office of the Provincial Secretary, and for that purpose the amalgamated company shall enjoy and may exercise the charter powers of both

companies, under the name of either, and shall assume their obligations.

Increase of
capital
stock.

10. The stock of the company may be increased, from time to time, by resolution, by two-thirds of its shareholders, after the whole of the original stock has been paid up; but all such stock shall be issued for cash or for consideration to be expressed in a contract, to be deposited in the office of the said Provincial Secretary, and on payment of the fee calculated on the amount of the proposed additional capital stock according to the tariff of fees in force at that time respecting the incorporation of companies by letters patent.

Head office.

11. The head office of the said company shall be at the city of Sherbrooke.

Coming into
force.

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

CHAP. 83

An Act to amend the act respecting the Mutual Fire Insurance Company of the Butter and Cheese Factories of the Province of Quebec.

[Assented to 16th March, 1916]

Preamble.

WHEREAS The Mutual Fire Insurance Company of the Butter and Cheese Factories of the Province of Quebec has, by its petition, represented:

That it would be advantageous to extend its insurance operations to matters not now comprised within its powers; that the state of its affairs justifies such new development, and that it wishes to have its charter, the act 3 Edward VII, chapter 96, amended;

And whereas 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:

3 Ed. VII,
c. 96, s. 7a,
enacted.

Power of
directors
to pass
by-laws.

1. The following section is inserted in the act 3 Edward VII, chapter 96, after section 7:

“**7a.** Subject to the provisions of article 6986 of the Revised Statutes, 1909, the board of directors shall have power to pass all necessary by-laws for the proper working