

Such bonds or debentures shall be made payable to bear-<sup>How</sup>  
 er at the dates fixed by the council, and shall bear inter-payable.  
 est payable semi-annually at dates to be fixed by by-law  
 of the council, at a rate which shall not exceed six per cent  
 per annum."

**3.** Article 4524 of the Revised Statutes, 1888, is amend-<sup>Art. 4524 of</sup>  
 ed by replacing the words: "the legal rate of interest", at <sup>R.S. 1888,</sup>  
 the end thereof, by the words: "six per cent."<sup>am.</sup>

**4.** Article 4526 of the Revised Statutes, 1888, is amend-<sup>Art. 4526, of</sup>  
 ed by replacing the words: "the legal rate", at the end <sup>R.S. 1888</sup>  
 thereof, by the words: "six per cent".<sup>am.</sup>

## CHAP. 50

An Act to amend the Revised Statutes, 1909, respecting  
 the registration and transfer of debentures by muni-  
 cipalities and other corporations.

[Assented to 19th February, 1914]

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

**1.** Article 5903 of the Revised Statutes, 1909, is replaced <sup>R. S. 5903,</sup>  
 by the following: <sup>replaced.</sup>

**"5903.** Subject to the provisions of article 5777 re-<sup>Debenture</sup>  
 garding a sinking fund, any debenture issued by any <sup>valid to full</sup>  
 municipal or other corporation shall be valid and recover-<sup>amount even</sup>  
 able to the full amount thereof, notwithstanding its nego-<sup>if negotiated</sup>  
 tiation by such corporation at a rate less than par, and <sup>at less than</sup>  
 shall not be impeachable for such reason in the hands <sup>par.</sup>  
 of a holder for value.

**2.** The Revised Statutes, 1909, are amended by inserting <sup>R. S. 5903a</sup>  
 therein, after article 5903, three new articles, as follows: <sup>5903b &</sup>  
<sup>5903c,</sup>

**"5903a.** Where, owing to an advance in the rate of <sup>enacted.</sup>  
 interest between the date of a loan by-law passed before <sup>Rate of in-</sup>  
 the 19th February, 1914, and the date of the sale or <sup>terest may be</sup>  
 other disposal of the debentures issued under such by-law, <sup>increased</sup>  
 they or any of them cannot be sold or disposed of except <sup>where ne-</sup>  
 at a discount involving a substantial reduction in the <sup>cessary.</sup>  
 amount provided for by the by-law, the municipal council

may, with the approval of the Lieutenant-Governor in Council, and without submitting the same for the approval of the municipal electors, pass a by-law to amend the first mentioned by-law by providing for an increased rate of interest, and also, if necessary, for a corresponding increase in the special annual tax imposed by such by-law.

Payment of interest for one year makes debentures valid.

**"5903b.** Where the interest for one year or more on a debenture, or the principal of one of a series of debentures, issued under a by-law passed either before or after the 19th February, 1914, has been paid by the municipal or other corporation which has issued such debentures, the by-law authorizing such issue, and the debentures issued thereunder, shall thereupon become valid and binding upon such corporation.

If by-law is approved by Lt.-Gov. in Council, every municipal debenture is valid.

**"5903c.** Every municipal debenture issued under a by-law approved of by the Lieutenant-Governor in Council, whether before or after the 19th February, 1914, in cases where such approval is required, is valid, and its validity cannot be contested for any cause whatsoever."

Coming into force.

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

## CHAP. 51

An Act to amend the Revised Statutes, 1909, by inserting therein articles 6119a, 6119b, 6119c and 6119d.

[Assented to 19th February, 1914]

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

R. S. 6119a—  
6119d  
enacted.

**1.** The Revised Statutes, 1909, are amended by inserting therein, after article 6119 thereof, a new sub-section and articles as follows:

**"§ 4.—***Powers of certain companies to issue and re-issue bonds, debentures and other securities*

Joint stock company may hypo-

**"6119a.** Notwithstanding any existing law, any joint stock company, incorporated under an act of the Legislature of the Province of Quebec, or by letters-patent, or any company so incorporated outside the province, if empowered