

Id., 63, replaced.

Consent of municipality required in certain cases.

Coming into force.

14. Article 63 of the said act is replaced by the following :

“ **63.** The rights and privileges conferred by this act cannot be exercised in any municipality without the consent of the municipal council.”

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

CHAP. 88

An Act concerning the Royal Paper Mills Company and to authorize the said company to substitute a new issue of bonds in exchange for existing bonds

[Assented to 2nd June, 1904]

Preamble.

WHEREAS, by the act of this province, 58 Victoria, chapter 74, as amended by the act 61 Victoria, chapter 77, The Royal Paper Mills Company was authorized to issue bonds to the amount of four hundred thousand dollars and to secure the payment of such bonds by a deed of mortgage upon the whole or any part of the real estate of the company ;

Whereas, under the provisions of the said act, The Royal Paper Mills Company has made an issue of bonds to the amount of four hundred thousand dollars, in and by four thousand bonds of one hundred dollars each, payable to bearer in ten years from their date, with interest at the rate of five per cent. per annum, bearing date the fifteenth day of March, 1898 ;

Whereas the said company, in order to secure the payment of the said bonds, has executed a trust deed and mortgage to and in favour of William Farwell, the general manager of the Eastern Townships Bank and his successor or successors in office, hypothecating to him in trust for the holders of the said bonds, real estate belonging to the said company, by *acte* passed before E. P. Felton, notary public, on the 15th day of June, 1898, which said deed of trust and hypothec has been duly enregistered in the several registration divisions wherein the said land so affected is situate ;

Whereas the denomination of the said bonds has been found to affect, prejudicially, the negotiability of the same, and the said company has prayed for an act to authorize it to issue a new set of bonds, to the same amount of four hundred thousand dollars, in and by four hundred bonds of the denomination of one thousand dollars each ;

Whereas the existing issue of bonds is held entirely in the hands of three parties, who concur and join in the application of the said company, and it is expedient to grant the prayer of the said petition ;

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

1. The directors of The Royal Paper Mills Company may make a new issue of bonds to the amount of four hundred thousand dollars, by four hundred bonds of one thousand dollars each, and which bonds shall be signed by the president or vice-president and countersigned by the secretary, and which signature or countersignature may be engraved or lithographed. Interest coupons may be attached to the said debentures for the quarterly or semi-annual interest, as the directors of the said company may direct. The said bonds shall be made payable to bearer and may bear any rate of interest not exceeding six per centum per annum, and shall be for any period not exceeding thirty years. New issue of bonds authorized.
Interest coupons.
2. The bonds so to be issued shall be delivered to the general manager of the Eastern Townships Bank, as trustee, who may exchange any one of the said new issue of bonds for ten bonds of the present issue, and the new issue of bonds shall be used solely for the purpose of making such exchange. Each one of the new bonds shall bear the certificate of the trustee, certifying that it is one of the series of bonds issued under the authority of this act. The existing bonds, as surrendered to the trustee and exchanged for the new bonds, shall be at once cancelled by the trustee in such manner as to render impossible the re-issue of the same. Application of bonds, &c.
Certificate upon new bonds.
3. The trust deed and mortgage executed on the fifteenth day of June in the year one thousand eight hundred and ninety-eight, in security for the bond holders, shall apply to the substituted bonds in all its provisions without any re-enregistration. Trust deed of 15th June, 1898, to apply to new bonds.
4. In order to further guarantee the payment of the principal and interest on the said bonds, and without in any way limiting the powers of the trustee, as given in the said trust deed, the trustee shall have the power to demand and recover from the company the sum of two dollars on every thousand feet of lumber, (board measure), which shall be cut by the company upon the lands included in the said mortgage ; which money so recovered by the trustee shall be administered by him as a fund for the payment of the interest and principal of the bonds. Further security for bonds.
5. This act shall come into force on the day of its sanction. Coming into force.