

CHAP. 29

An Act to amend the law granting exemption of taxation to commercial travellers

[Assented to 26th March, 1902]

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

R. S., 4644,
amended.

I. Article 4644 of the Revised Statutes is amended by adding thereto the following words : “ provided that, in towns of fifteen thousand souls or upwards and in cities, such orders or sales be taken or made with merchants, traders or manufacturers only in the ordinary course of their trade.”

CHAP. 30

An Act to amend the law respecting Joint Stock Companies

[Assented to 26th March, 1902]

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

R. S., 4655,
amended.

I. Article 4655 of the Revised Statutes is amended by adding thereto the following paragraphs :

Issue of notes
authorized.

“ The company may, by a simple resolution, issue notes payable to order or to bearer, for the settlement of accounts or other current matters ; it may further, on a resolution of two thirds of the shareholders present at a meeting specially convened for the purpose, issue bonds or debentures to the amount of two thirds of the total value of its immoveable property.

Issue of debentures
authorized.

Debentures,
after registration,
constitute privileged
claim on property
of company,
&c.

Such bonds or debentures, after their registration in the office or offices of the registration division or divisions in which the immoveables of the said company are situated, (which must be described in a notice to that effect given to the registrar), constitute a privileged claim in favor of the holders thereof against the company, and give a right of preference over all other debts and claims against the company posterior to the issuing of such debentures.”

2. Article 4705 of the Revised Statutes, as amended by the act 54 Victoria, chapter 35, section 1, is further amended by adding thereto the following paragraphs : Id., 4705, amended.

“ To secure the payment of its debentures, the company, may, by its duly authorized officers, grant to one or more trustees an hypothec upon the immoveable property of the company, mentioning the issue and the amount of the debentures secured thereby ; and such hypothec shall, when duly registered, be a valid security in favor of the holders of such debentures, issued before or after the execution of such hypothec, notwithstanding article 2017 of the Civil Code. Company may grant hypothec to secure payment of debentures. Registration thereof and effect of such registration.

The word “ company ” in the next preceding paragraph shall be interpreted, as including any company, incorporated by virtue of any act of the Parliament of Canada or of a Legislature of any province of Canada, which is authorized to issue debentures and secure the same by hypothec. Word “ company ” interpreted.

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

CH A P. 31

An Act to amend the Joint Stock Companies' Incorporation Act

[Assented to 26th March, 1902]

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

1. The following article is added to the Revised Statutes after article 4705. Article added after R. S., 4705.

“ **4705a.** The directors of the company, may, at any time, make a by-law subdividing the existing shares into shares of a smaller amount.” Subdivision of shares.

2. Article 4708 of the Revised Statutes is amended by inserting after the words : “ company,” in the second line the words : “ or for subdividing the shares.” R. S., 4708, amended.

3. Article 4712 of the Revised Statutes is amended by replacing the word “ nine ” in the second line of the first clause by the word “ fifteen.” R. S., 4712, amended.

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