

loan not exceeding sixty thousand pounds sterling, at such rate of interest as may be lawfully agreed upon, and for such period or periods of time as may be deemed expedient, and to issue, under the signature of the president or vice-president and the seal of the company, bonds of the company, which shall be countersigned by the secretary, for the amount to be so borrowed, payable to the bearers thereof either within the limits of the Province or elsewhere, and either in currency or sterling money, with interest payable at specified times, with or without coupons annexed, and if with coupons the latter shall bear the engraved signature of the secretary and be payable to bearer at the dates on which they respectively become due; and such bonds shall respectively become due at the dates, and be in such form, as may be prescribed by the directors.

To issue bonds therefor;

Signature upon coupons.

Bonds when to be due and form thereof.

2. As security for the payment of such bonds the directors of the company are hereby authorized to grant a hypothec, by notarial deed, to one or more trustees on behalf of the holders of such bonds upon the immoveable property, machinery, plant and water privileges of the company, describing the same as required by article 2042 of the Civil Code, and mentioning the issue and the amount of the bonds secured thereby; which said hypothec shall exist in favor of the holders of such debentures currently, and shall take rank and priority dating from the registration of such deed of hypothec, provided however, that such debentures shall not have priority over any existing mortgages.

Mortgage that may be given to secure bonds upon real estate of company.

3. The present act shall come into force on the day of its sanction.

Coming into force.

C A P . C X V I .

An Act to authorize the Royal Electric Company of Montreal to borrow money and issue debentures.

[Assented to 12th July, 1888.]

WHEREAS the Royal Electric Company of Montreal, a corporation duly incorporated by act of the Legislature of this Province, 47 Victoria, chapter 55, has, by petition, represented that for the purpose of developing its undertaking and increasing its plant, it desires to borrow an amount not exceeding one hundred and fifty thousand dollars, and has prayed to be authorized to effect such loan

Preamble.

and to issue debentures on the security of its immoveable property, its machinery and plant, and whereas it is expedient to grant its prayer ; Therefore, Her Majesty, by and with the advice and consent of the Legislature of Quebec, enacts as follows :

Power to borrow money, to certain amount ;

1. The directors of the company are hereby authorized, and full power is given them to effect a loan, not exceeding the sum of one hundred and fifty thousand dollars, in such amounts and at such rates of interest as may be legally determined, and for such period or periods of time as they may deem expedient.

Issue debentures.

They are also authorized to issue, under the signature of the president or vice-president and under the seal of the company, debentures of the company, which shall be signed by the secretary for the amount or amounts so loaned, payable either within the limits of the Province or elsewhere, and either in current money or in sterling, with interest payable at definite periods, with or without coupons ; and if there be coupons, they shall bear the engraved signature of the secretary and shall be payable to bearer at the dates at which they become due ; and such debentures shall become due at such dates and be drawn up in the form prescribed by a resolution of the directors.

Signature to coupons.

Security for such debentures ;

2. As security for the payment of such debentures, the directors of the company are hereby authorized to grant a mortgage, by notarial deed, to one or more trustees in favor of the holders of such debentures, upon the immoveable property, machinery and plant of the company, describing them as required by article 2042 of the Civil Code, and mentioning the issue and the amount of the debentures secured thereby.

Ranking of such security ;

Such mortgage shall exist in favor of the holders of the debentures and shall have rank and priority concurrently, dating from the registration of the said mortgage deed, provided always that such debentures shall not have priority over existing mortgages.

Proviso.

Authorization of shareholders required.

3. Before effecting such loan and issuing such debentures, the directors shall be authorized to that effect by a resolution adopted at a special meeting of the shareholders of the company convened in accordance with its by-laws.

Coming into force.

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