

An Act respecting the Atlas Loan Company.

1 **W**HEREAS the Atlas Loan Company has, by its petition, Preamble.
 prayed that it be enacted as hereinafter set forth, and
 it is expedient to grant the prayer of the said petition:
 Therefore Her Majesty, by and with the advice and consent of
 5 the Senate and House of Commons of Canada, enacts as
 follows:—

1. Section 2 of chapter 92 of the statutes of 1898 is hereby 1898, c. 92,
s. 2 amended.
 amended by adding thereto the following subsection:—

10 “2. The directors of the new Company may convert one- Preferred
stock.
 third of the ordinary paid up capital stock of the new Company
 into preferred stock, giving the same such preference and
 priority as respects dividends and capital and otherwise over
 ordinary stock as may be declared by by-law; but no such by-
 law shall have any force or effect until it is approved by
 15 the votes of the shareholders representing at least three-fourths
 in value of the subscribed stock of the new Company pre-
 sent or represented by proxy at a special general meeting of
 the new Company duly called for the purpose of considering
 it, nor shall any such by-law, nor the issue of preference
 20 stock created thereby, in any way affect, prejudice or impair
 the rights of the creditors of the new Company.” Approval of
shareholders.

2. Paragraph (b.) of section 9 of the said Act is hereby Section 9
amended.
 repealed, and the following is substituted therefor:—

25 “(b.) the debentures, bonds, stocks and other securities of Debentures
stocks, etc.
 any government, or any municipal or school corporation
 whereby such corporation may lawfully pledge its credit; or
 any chartered bank (to the extent of not more than twenty
 per cent of the paid up capital stock of such bank); or a
 company incorporated by or under the authority of the
 30 Parliament of Great Britain and Ireland, or Canada, or of the
 legislature of any former, present, or future province of Canada;
 or on the fully paid up stock of any permanent building
 society, or loan company incorporated as aforesaid; provided
 that the new Company shall not lend upon the security of, or
 35 purchase or invest in bills of exchange or promissory notes.” Proviso as
to bills and
notes.