

penalty incurred under the provisions of *The Insurance Act, 1917*.

Restrictions  
of liability  
of directors  
and officers.

**38.** A director or other officer of the Company shall not be liable for—

- (a) the acts, receipts, neglects, omissions or defaults of any other director or officer; 5
- (b) any loss or expense happening to the Company through the insufficiency or deficiency of title to any property acquired by order of the directors for or on behalf of the Company; 10
- (c) the insufficiency or deficiency of any security in or upon which any of the moneys of the Company have been or are invested;
- (d) any loss or damage arising from the bankruptcy, insolvency or tortious act of any person or Company with whom any moneys, securities or effects have been deposited. 15

General  
power to do  
insurance  
business.

**39.** The Company may, throughout Canada and elsewhere, carry on and transact every kind of insurance business now or hereafter capable of being carried on or transacted. 20

Specific  
powers for  
various kinds  
of insurance.

**40.** Without in any way limiting or restricting the generality of the last preceding section the Company may—

- (a) carry on the business of fire insurance in all its branches, and grant insurances against injury or damage to or loss of property directly or indirectly caused by or resulting from fire, lightning, explosion, cyclone or tornado, and against loss or damage by breakage, leakage, freezing, rupture or collapse of sprinklers, tanks, pumps, water pipes, plumbing or fire extinguishing or fire preventing appliances or devices; 25
- (b) carry on the business of marine insurance and inland marine insurance in all its branches, and in particular and without prejudice to the generality of the foregoing words, make or effect insurances on ships, vessels, boats and craft of all kinds, and on goods, merchandise, live or dead stock, luggage, effects, specie, bullion and or other property, respondentia and bottomry interests, and on commissions, profits and freights; 35 40
- (c) carry on the business of all kinds of transit and transportation insurance, including inland transportation insurance, in all their branches, and whether partly by land or partly by water, or wholly by land or wholly by water, and including all risks of transit by post, whether alone or in connection with any other mode of transit, and whether by land, sea or air, and 45