

Confirmation by shareholders. thereon in cash, increase the amount of the capital stock at any time, to an amount not exceeding two million dollars; but the stock shall not be increased until the resolution of the board of directors authorizing such increase has been first submitted to and confirmed by a majority in number and amount of the shareholders at an annual general meeting of the Association, or at a special meeting of the shareholders duly called for that purpose. 5

Head office. 5. The head office of the Association shall be in the city of Toronto, and the directors may, from time to time, establish 10
Branch offices. sub-boards, branches or agencies in such manner as the directors from time to time appoint.

Annual general meeting. 6. The annual general meeting of the shareholders shall be held at the head office on the second Tuesday in February in each year, or on any subsequent day that the directors may 15
by resolution appoint, and at such meeting a statement of the affairs of the Association shall be submitted by the directors.

Business of Association. 7. The Association may effect contracts of life insurance with any person, and may grant, sell or purchase annuities, grant endowments, and generally carry on the business of life 20
insurance in all its branches and forms.

Investment powers. 8. The Association may invest its funds in debentures, bonds, stocks or other securities of the Dominion of Canada, or of any province thereof, or of any municipal or school corporation of Canada; or in the bonds or debentures of any 25
building society, loan or investment company, water works company, gas company, street railway company, electric railway company (every such society or company being incorporated in Canada); or may loan on the security of any of the said debentures, bonds, stocks or securities, or on the security of the paid-up 30
shares of any of the companies above mentioned (provided that any loan upon the security of any such shares shall not exceed ninety per cent of the market value of such shares); or on the security of real estate, or mortgage security thereon, or on the security of leaseholds for a term of years, or other estate or 35
interest in real property or mortgage security thereon, in any province of Canada; or invest in or loan on policies issued by the Association or by other companies; or invest in the purchase of ground rents; or invest in or loan upon the stock, bonds or debentures of the United States, or of any State 40
thereof, or of any municipality in the United Kingdom, or in the United States, or any State thereof, or in or on mortgages on real estate therein (but the amount so invested in the United States shall not at any time exceed the reserve upon all outstanding policies in force in the United States, and the 45
amount so invested in the United Kingdom shall not at any time exceed the reserve upon all outstanding policies in force in the United Kingdom, and such reserve in each case shall be calculated upon the basis prescribed by *The Insurance Act*); and may change and re-invest the same as occasion from time 50
to time requires; and may take, and hold any of such securities in the corporate name of the Association, or in the name of trustees for the Association appointed by the directors,