

May divide profits.

V. Any such Company shall have power to make a periodical division of the profits of the Company equitably among the stockholders and policy holders of the Company, after providing for the Reserve Fund above referred to.

May insure in L. C. or U. C.

VI. Any such Company shall have power to extend its operations to any part of Lower Canada and Upper Canada. 5

Directors—Quorum.

VII. Any such Company shall have power, under a By-law to be passed for that purpose, to elect any number of Directors, not less than seven nor more than fifteen; and any three Directors shall be a quorum. 10

Directors may call in guarantee capital.

VIII. The Directors of any such Company shall have power to recover in any Court of competent jurisdiction any assessment or call on the shares of guarantee capital, or to cancel such shares and forfeit the instalments already paid, as they may think fit.

May invest the funds of the Company.

IX. The Directors of any such Company shall have power to invest the capital and funds of the Company in mortgages on real estate, Bank stock, shares in Building Societies, and such other securities as the Directors may deem profitable and safe. 15

Directors may make promissory notes, &c.

X. The Directors of any such Company shall have power, under By-laws to be passed regulating the manner in which such power shall be exercised, to make promissory notes, make or accept bills or drafts, or issue debentures for the payment of losses, expenses or for other purposes of the Company, and to issue certificates or scrip for shares in the guarantee capital stock of the Company, but they shall not issue any note payable to bearer, or intended to circulate as money or as a Bank note, nor shall the Company or the Directors in any way exercise the business of Banking. 20 25

Directors may make By-laws for certain purposes.

XI. The Directors of any such Company shall have power to make By-laws for the effectual carrying out of the objects contemplated by the several Acts hereinabove cited and referred to and of this Act, and from time to time to alter and amend the same, except in cases with regard to which it is provided that any such By-law shall not be repealed, or where such repeal would affect the rights of others than members of the Company, in any of which cases such By-laws shall not be repealable. 30