

unless sanctioned by at least two-thirds of the votes cast at a special meeting of the holders of that class of issued and outstanding preferred shares duly called for considering the same.

(4) When, in accordance with any right or redemption or purchase for cancellation reserved in favour of the company in the provisions attaching to them, preferred shares are redeemed or purchased for cancellation, they are thereby cancelled and the authorized and issued capital of the company is thereby decreased."

(5) A copy of any by-law made under subsection (1) shall, as soon as possible after it has come into effect, be sent to and filed in the office of the Registrar General of Canada.

(6) Section 97 of the said Act is repealed and the following substituted therefor:

"97. *Subject to section 79A*, all shareholders in the company have equal rights to hold stock in the company, and to vote on the same, and subject as herein provided, are eligible to hold office in the company."

(7) Section 109 of the said Act is repealed and the following substituted therefor:

"109. *Subject to section 79A*, the number of votes to which each shareholder is entitled at any meeting of the shareholders, shall be in the proportion of the number of shares held by him, on which all calls due have been paid."

(8) Section 129 of the said Act is amended by adding thereto the following subsection:

"(2) For the amount of any dividend in respect of the ordinary capital stock of the company that the directors may lawfully declare payable in money the directors may

- (a) issue therefor shares of the company as fully paid up, or
- (b) distribute among the shareholders of the company in kind, specie or otherwise, any property or assets of the company including any proceeds of the sale or disposal of any property of the company and in particular any shares, debentures, or other securities of or in any other company belonging to the company, or of which it may have power to dispose."

Your Committee ordered a reprint of Bill C-4, as amended.

A copy of Minutes of Proceedings and Evidence (*Issues Nos. 21, 22, 23, 24, 26, 27, 29, 32, 34, 36, 42 and 44*) is tabled.

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(*The Minutes of Proceedings and Evidence accompanying the said Report recorded as Appendix No. 71 to the Journals*).

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#### *Changes in Committee Membership*

Notice having been filed with the Clerk of the House pursuant to Standing Order 65(4) (b), membership of Committees was amended as follows: