

15. Each shareholder, until the whole amount of his stock has been paid up, shall be individually liable to the creditors of the Company, to an amount equal to that not paid up thereon, but shall not be liable to an action therefor by any creditors, before an execution against the Company has been returned unsatisfied in whole or in part; and the amount due on such execution, shall, subject to the provisions of the next section, be the amount recoverable with costs, against such shareholders: Provided that any shareholders may plead by way of defence, in whole or in part, any set off which he could set up against the Company, except a claim for unpaid dividends, or a salary, or allowance as a president or director.

16. The Shareholders of the Company shall not be held responsible for any act, default, or liability whatsoever, of the Company, or for any engagement, claim, payment, loss, injury, transaction, matter or thing whatsoever, relating to or connected with the Company, beyond the unpaid amount of their respective shares in the capital stock thereof.

17. The Directors of the Company shall not declare or pay any dividend when the Company is insolvent, or any dividend the payment of which renders the Company insolvent or diminishes the capital stock thereof.

18. No loan shall be made by the Company to any shareholder; and if such be made, all directors and other officers of the Company making the same, or in anywise assenting thereto, shall be jointly and severally liable to the Company for the amount of such loan, and also to third parties, to the extent of such loan, with legal interest, for all debts of the Company contracted from the time of the making of such loan to that of the repayment thereof. But this section shall not apply to a Building Society, or to a Company incorporated for the loan of money, in any manner to which the jurisdiction of this Legislature, or the meaning of this Act applies.

19. The Directors of the Company shall be jointly and severally liable to the labourers, servants and apprentices thereof, for all debts not exceeding one year's wages, due for services performed for the Company whilst they are such directors respectively; but no director shall be liable therefor, unless the Company has been sued therefor within one year from the time when he ceased to be such director, nor yet before an execution against the Company has been returned unsatisfied in whole or in part; and the amount due on such execution shall be the amount recoverable with the costs against the directors.

20. The Charter of the Company shall be forfeited by non-user during three consecutive years at any one time, or if the Company do not go into actual operation within three years after it is granted; and no declaration of such forfeiture by any Act of the Legislature shall be deemed an infringement of such Charter.

21. The Company shall be subject to such further and other provisions as the Legislature of Ontario may hereafter deem expedient in order to secure the due management of its affairs and the protection of its shareholders and creditors.

IN TESTIMONY WHEREOF, We have caused these Our Letters to be made Patent, and the Great Seal of Our said Province of Ontario to be hereunto affixed:

Witness, THE HONOURABLE DONALD ALEXANDER MACDONALD, Lieutenant-Governor of Our Province of Ontario.

At Our Government House, in Our CITY of TORONTO, in Our said Province this ninth day of February, in the year of Our Lord, one thousand eight hundred and seventy-seven, and in the fortieth year of Our Reign.

By Command,

THOS. M. SCOBLE,
Acting Assistant Secretary.