

secure the repayment thereof in such manner and upon such terms and conditions as they see fit, and may for such purpose mortgage, hypothecate or charge any of the assets and property of the Company.

- 5 **10.** The directors under the authority of the shareholders given at any general meeting called for the purpose, at which meeting shareholders representing at least two-thirds in value of the issued capital stock of the Company, which shall not be less than two hundred and fifty thousand dollars, are present
 10 or represented by proxy, may from time to time issue debentures bearing such rate of interest as is agreed upon, for sums not less than one hundred dollars each, signed by the president or other presiding officer under the seal of the Company, and countersigned by the secretary, and payable to bearer
 15 or order; and the directors may deliver the said debentures for any of the purposes set forth in section 2 of this Act; and the directors may sell or pledge the said debentures for the purpose of borrowing money, or paying or securing the indebtedness of the Company; provided that the total amount of
 20 debentures at any time outstanding shall not exceed the amount of the paid-up stock of the Company; and the said debentures and interest may be secured by mortgage upon the property and assets of the Company, and such mortgage deed may give to the holders of the said debentures (or trustee
 25 or trustees for such holders named in such mortgage deed) such powers, powers of sale, rights and remedies as are specified in such mortgage deed.

- 11.** Section 18 of *The Companies Clauses Act* shall not apply to the Company, but the Company may commence business
 30 as soon as one-half of the first issue of the capital stock, which shall not be less than one hundred thousand dollars, has been subscribed, and ten per cent paid thereon.

Issue of debentures.

Proviso.

R.S.C., c. 118.

When business may commence.