

Clause 3 provides for an increase in the capitalization of the new Company. The capital stock of the new Company was originally one million dollars divided into shares of \$100.00 each. By amendment of chapter 92 of the statutes of 1920, the new Company was authorized to subdivide its shares into shares of \$5.00 each and the Company did in fact so subdivide its capital stock. The effect of clause 3 is therefore to increase the capital stock to two million dollars divided into shares of \$5.00 each.

The purpose of clause 4 is to provide for a delay to permit the necessary administrative changes before the Act comes into force.