Proxies.

2. The provisional directors may vote and act by proxy, but such proxies shall be held by provisional directors only, and no provisional director shall hold more than two proxies.

Business of Company.

5. The Company may make and effect contracts of insurance with any person, against loss or damage by fire or lightning in or to any houses, dwellings, stores or other buildings whatsoever, and to any goods, chattels or personal estate whatsoever, including tenants' risks and rents, for such times, and for such premiums or considerations, under such modifications and restrictions and upon such conditions as are bargained and agreed upon or set forth by and between the Company and the insured.

Re-insurance.

2. The Company may also cause itself to be insured against any risk it may have undertaken in the course of its business.

First meeting of Company.

6. So soon as two hundred thousand dollars of the capital stock of the Company have been subscribed and twenty-five per cent of that amount paid into some chartered bank in Canada, the provisional directors shall call a meeting of the shareholders of the Company at some place to be named in the said city of Montreal, at which meeting the shareholders present or represented by proxy who have paid not less than ten per cent on the amount of shares subscribed for by them shall elect a board of not less than five nor more than nine directors, of whom a majority shall form a quorum.

Election of directors.

Number of directors.

Qualification.

2. No person shall be a director unless he holds in his own name and for his own use at least twenty shares of the capital stock of the Company, and has paid all calls due thereon and all liabilities incurred by him to the Company.

Payment of calls.

7. The shares of the capital stock subscribed for shall be paid by such instalments and at such times and places as the directors appoint; the first instalment shall not exceed twenty-five per cent, and no subsequent instalment shall exceed ten per cent, and not less than thirty days' notice of the calling of each such subsequent instalment shall be given.

Commencement of business.

8. The Company shall not commence the business of insurance until at least eighty thousand dollars of capital stock have been paid in cash into the funds of the Company to be appropriated only for the purposes of the Company under this Act; and within one year thereafter at least eighty thousand dollars of additional capital shall be called up and paid in; provided, that the amount so paid in by any shareholder shall not be less than ten per cent on the amount subscribed by such shareholder.

Proviso.

Annual meeting.

9. A general meeting of the Company shall be called once in each year after the organization of the Company and commencement of business at its head office; and at such meeting a statement of the affairs of the Company shall be submitted; and special general or extraordinary meetings may at any time be called by any five of the directors or by requisition of any twenty-five shareholders specifying in the notice the object of such meeting.

Special general meetings.