

The abstract of title should contain an analysis of the titles under which the borrower possesses the real estate that he offers as security, and of such charges and servitudes as may affect it. It is desirable that this document should be prepared by the solicitor or notary of the borrower.

As soon as the documents have been received, the manager proceeds, if he deems proper, to the valuation of the property offered as security. This valuation is made with the utmost care. The result, as well as the visit, is kept secret from third parties.

If the Board of Management is satisfied with the value of the security, the examination of the title is proceeded with. The Company's solicitor verifies the right of property, the hypothecary status of the real estate and the civil status of the borrower.

When the security is deemed sufficient and the title is found to be perfect, the Board of Management determines what amount may be loaned and the conditions on which the loan can be made, and authorises the manager to effect it.

In case of acceptance by the borrower of the amount offered to him, the execution and registration of the contract of loan, or of the mortgage, is proceeded with.

A certificate is furnished, establishing the registration of the contract and the hypothecary status from the date of the certificate produced with the application.

If no entry precedes that of the company, except those for the claims which are to be repaid with the loan, the loan is advanced. If entries appear which change the position, the contract of loan or the mortgage is annulled and its registration is cancelled.

Applications made by public corporations for loans without hypothecary or mortgage security are first referred to the inspector for verification of their position and sufficiency ; and then to the solicitor of the Company for examination and verification of their powers.

## IV

### EXPENSES ON LOANS.

To recoup the Company in part for the outlay for the valuation and the examination of titles, the borrower will pay the sums mentioned in the following tariff :