

al meeting of the shareholders called for the purpose, and the statements so required shall be submitted at the annual general meeting, or at any special general meeting called for the purpose, or at such time and in such manner as is set forth
5 in the by-law of the shareholders requiring such statements."

NOTE ISSUE.

10 **10.** The bank shall not, during any period of suspension of payment of its liabilities, issue or reissue its notes payable to bearer on demand and intended for circulation, and every person who, being president, vice-president, director, general manager, manager, clerk or other officer of the bank, issues or reissues, or authorizes or is concerned in the issue or reissue of such notes, and every person who, during such period of suspension, accepts, receives or takes, or authorizes or is concerned in the acceptance, receipt or taking of such notes from
15 the bank, or from such president, vice-president, director, general manager, manager, clerk, or other officer of the bank, in payment, or part payment, or as security for the payment, of any amount due or owing to such person by the bank, is guilty of an indictable offence and liable to imprisonment for
20 a term not exceeding seven years, or a fine not exceeding two thousand dollars, or to both.

Bank not to issue notes during period of suspension.

Penalty.

25 **11.** The rate of interest payable, under the provisions of subsection 7 of section 54 of *The Bank Act*, on the notes of a bank in the event of the suspension by such bank of payment in specie or Dominion notes of any of its liabilities as they accrue, is hereby reduced from six per cent per annum to five per cent per annum.

Reduction of rate of interest under s. 54, ss. 7.

30 **12.** Subsection 8 of section 54 of the said Act is amended by striking out the following words in the eighth and ninth lines thereof, that is to say, "which each bank has at that time contributed to the fund," and by substituting in lieu thereof the following words, namely, "which each bank had or should have contributed to the fund at the time of the suspension of the bank in respect of whose notes the payments are made."
35

Section 54 amended.

40 **13.** Notwithstanding anything to the contrary contained in section 54 of the said Act, all notes of a bank which has suspended payment, and all interest on such notes, which are paid by the Minister of Finance and Receiver General out of "The Bank Circulation Redemption Fund" after the amount at the credit of such bank in the fund, adding thereto all interest due or accruing due on such amount, has been exhausted, shall bear interest at the rate of three per cent per annum from the time such notes and interest are paid
45 until such notes and interest are repaid to the Minister of Finance and Receiver General by or out of the assets of such bank.

Notes of suspended bank to bear interest at 3 per cent in certain cases.