

3. New. The purpose of this section is to enable the Company to create and issue various classes of shares representing the increase in the capital stock authorized by section 1 of the Bill, with various rights, preferences, restrictions and limitations, and of such par value as may be determined; and it includes authority to create and issue additional Class "A" shares representing the whole or part of such increase in the capital stock.

4. Section 5 of 1911, c. 80, as amended by section 4 of 1917, c. 79, reads as follows:

"5. No shareholder of the Company shall hold or own more than one hundred shares in the share capital of the Company."

This section is no longer desired by the Company. By 1940-41, c. 40, s. 3 (b), the directors are given power by by-law enacted in accordance with a resolution approved by two-thirds of the delegates present at a special or general meeting, to limit the number of shares of any class or of all classes together which may be held by any shareholder.

5. Section 6 of 1911, c. 80, reads as follows:

"6. Those persons only who are farmers or owners or lessees of farms, and the wives of such persons, shall be eligible to hold shares in the Company; provided, however, that shares may be allotted to any person not so eligible on resolution adopted by vote of two-thirds of the shareholders of the Company present or represented by proxy at any meeting of the Company."

The purpose of the proposed amendment is to provide that the limitation on the qualification of shareholders shall be applicable only in respect of voting shares; also that the qualification may be removed only in respect of not more than five per-cent of the voting shares outstanding, and then only pursuant to resolution adopted by not less than two-thirds of the delegates present at a meeting.