

11. All shares in the Company shall be deemed to have been issued and to be held subject to the payment of the whole amount thereof in cash, unless it has been otherwise agreed upon or determined by a contract duly made in writing and filed with the Secretary of State at Ottawa at the time of or before the issue of such shares. Shares to be deemed liable to payment in cash.

12. After the whole of the capital stock hereby authorized has been issued and fifty per cent thereon paid up, the capital stock of the Company may be increased from time to time, to an amount not exceeding two million dollars, by a resolution of the shareholders approved of by the votes of the holders of at least two-thirds in value of the subscribed stock of the Company present or represented by proxy at a special general meeting of the shareholders duly called for the purpose of considering the same, and such increased capital stock may be issued and shall be dealt with in the same manner as the original capital of the Company. Increase of capital.

13. The directors may, from time to time, with the consent of the majority of the shareholders present, or represented by proxy, at a meeting called for such purpose, issue debenture stock, which shall be treated and considered as a part of the regular debenture debt authorized by section 9 of this Act, in such amounts and manner, and on such terms, and bearing such rate of interest as the directors from time to time think proper, but subject to the limitations of this Act, provided that the amount borrowed on security of debenture bonds or debenture stock shall not in the whole exceed seventy-five per cent of the paid up capital stock of the Company. Debenture stock.

14. The debenture stock so to be issued shall rank equally with the debentures issued or to be issued by the Company, and the holders thereof shall not be liable or answerable for any debt or liabilities of the Company. Debenture stock to rank equally with debentures.

15. The Company shall cause entries of the debenture stock from time to time created, to be made in a register to be kept for that purpose at the head office, wherein shall be entered the names and addresses of the several persons from time to time entitled to the debenture stock, with the respective amounts of the stock to which such persons are respectively entitled; and the register shall be accessible for inspection and perusal at all reasonable times to every debenture holder, mortgagee, bondholder, debenture stockholder or shareholder of such Company, without the payment of any fee therefor. Debenture stock to be entered in register.

16. All transfers of the debenture stock of the Company shall be registered at the head office of the Company, but the Company may have transfer books of such debenture stock in Great Britain and Ireland, or elsewhere, in which transfers of the said stock may be made; but all such transfers shall be entered in the book to be kept at the head office of the Company. Transfers to be registered at head office. Transfer may be made elsewhere.

17. The Company shall, if required, deliver to every holder of debenture stock a certificate stating the amount of debenture stock held by him and the rate of interest payable Certificates of debenture stock.