

Power to acquire rights, etc. of a certain Ontario insurance company.

18. (1) The Company may acquire by agreement to insure or otherwise the whole or any part of the rights and property, and may assume the obligations and liabilities of, The Economical Mutual Fire Insurance Company incorporated in the year 1871 under the laws of the province of Ontario pursuant to the provisions of chapter fifty-two of the Consolidated Statutes of Upper Canada, 1859, being an Act entitled "An Act Respecting Mutual Fire Insurance Companies", in this Act called "the provincial Company", and in the event of such acquisition and assumption the Company shall perform and discharge all such duties, obligations and liabilities of the provincial Company in respect to the rights and property acquired as are not performed and discharged by the provincial Company. 5

Duties in such event.

Approval of Treasury Board.

(2) No agreement between the Company and the provincial Company providing for such acquisitions and assumption shall become effective until it has been submitted to and approved by the Treasury Board of Canada. 15

Special application of Section Five of this Act.

(3) An offer by the provincial Company to make such an agreement shall be deemed to be a *bona fide* application for insurance for the purposes of section five of this Act. 20

Conditions for bringing this Act into force.

19. This Act shall come into force on a date to be specified by the Superintendent of Insurance in a notice in the *Canada Gazette*. Such notice shall not be given until this Act has been approved by a resolution adopted by at least two-thirds of the votes of the members of the provincial Company present or represented by proxy at a meeting duly called for that purpose nor until the Superintendent of Insurance has been satisfied by such evidence as he may require that such approval has been given and that the provincial Company has ceased to do business or will cease to do business forthwith upon a licence being issued to the Company. 30

Application of 1932, c. 46.

20. Except as hereinbefore provided the *Canadian and British Insurance Companies Act, 1932*, with all amendments thereto, shall apply to the Company. 35