

**An Act respecting claims under the Consolidated Municipal Loan Fund Act.**

**W**HEREAS it is just that Municipal Corporations against which the Crown advances claims under the Act respecting the Consolidated Municipal Loan Fund should have the means of asserting defences to such claims in the manner and to the extent hereinafter provided :

5 Therefore Her Majesty, by and with the advice and consent of the Legislative Council and Assembly of Canada, enacts as follows:—

1. The Court of Chancery for Upper Canada shall have jurisdiction upon any bill filed or to be hereafter filed by any such Corporation situate in Upper Canada, to entertain and adjudicate upon any matter which would according to Law have been available as a defence to or in bar or discharge of any such claim, in case the Crown had proceeded for the recovery of the same as a debt due to the Crown, by action at law in the Court of Queen's Bench for Upper Canada.

*Court of Chancery to have jurisdiction in such matters in U. C.*