

Calls.

5. The shares of the capital stock subscribed for shall be paid by such instalments and at such times and places as the directors appoint; the first instalment shall not exceed twenty-five per cent and no subsequent instalment shall exceed ten per cent, and not less than thirty days' notice of any call shall be given; provided that the Company shall not commence the business of insurance until sixty five thousand dollars of the capital stock have been paid in cash into the funds of the Company, to be appropriated only for the purposes of the Company under this Act; provided further that the amount so paid in by any shareholder shall not be less than ten per cent of the amount subscribed by such shareholder.

When
business
may be
commenced.

Increase of
capital.

6. The directors may, after the whole capital stock has been subscribed and five hundred thousand dollars have been paid thereon in cash, increase the amount of the capital stock, from time to time, to an amount not exceeding two million dollars, but the stock shall not be increased until a resolution of the board of directors authorizing such increase has been first submitted to and confirmed by a majority in number and amount of the shareholders present at an annual general meeting of the Company, or at a special meeting of the shareholders duly called for the purpose of considering such by-law.

Head office.

7. The head office of the Company shall be in the city of Toronto, in the Province of Ontario, but the directors may, from time to time, change the head office to some other place in Canada.

Branches.

2. The directors may, from time to time, establish branches, sub-boards or agencies, either within Canada or elsewhere, in such manner as the directors from time to time appoint.

Annual
general
meeting.

8. A general meeting of the Company shall be called once in each year after the organization of the Company and commencement of business, at its head office, and at such meeting a statement of the affairs of the Company shall be submitted.

Business.

9. The Company may effect contracts of life insurance with any person, and may grant, sell or purchase annuities, grant endowments, purchase contingent rights, reversions or remainders, enter into any transactions dependent on the contingencies of life, and generally carry on the business of life insurance in all its branches and forms.

Real property.

10. The Company may acquire, and dispose of any real property required in part or wholly for the use and accommodation of the Company; but the annual value of such property held in any province of Canada shall not exceed five thousand dollars, except in the Province of Ontario, where it shall not exceed ten thousand dollars.

Distribution
of profits.

11. The directors may, from time to time, set apart such portion of the net profits as they deem safe and proper, for distribution as dividends or bonuses to shareholders and holders of participating policies, ascertaining the part thereof which has been derived from participating policies, and distinguishing such part from the profits derived from other sources; and the