

Reserve fund. **25.** The directors may set aside out of the profits of the Company such sum as they think proper as a reserve fund to meet contingencies or for equalizing dividends, or for repairing, improving and maintaining any of the property of the Company, and for such other purposes as the directors shall, in their absolute discretion, think conducive to the interests of the Company, and may invest the several sums so set aside upon such investments (other than shares of the Company) as they may think fit, and may from time to time deal with and vary such investments and dispose of all or any part thereof for the benefit of the Company, and may divide the reserve fund into such special funds as they think fit, with full power to employ the assets constituting the reserve fund in the business of the Company, and that without being bound to keep the same separate from the other assets. Provided always that the investment of the reserve fund shall be subject to the limitations contained in section 12 of this Act.

Auditors. **26.** The appointment and removal of the auditors of the Company, and the determination as to the remuneration of directors and auditors, shall be exercised at general meetings of the Company, and the auditors shall not necessarily be shareholders; provided, that in the case of the death or failure to act of any such auditor, the directors may appoint an auditor in his place.

R.S.C., c. 118. **27.** Sections 7, 18, 38 and 39 of *The Companies Clauses Act* shall not apply to the Company.

1899, c. 41. **28.** Sections 22, 27, 29, 30, 31, 32 and 45 of *The Loan Companies Act, Canada, 1899*, shall apply to the Company.

SCHEDULE.

THE ACADIA MORTGAGE CORPORATION.

Debenture No. _____ Transferable. \$ _____

Under the authority of an Act of the Parliament of Canada, 63-64 Victoria, chapter _____ The Acadia Mortgage Corporation promises to pay to _____ or bearer, the sum of _____ dollars on the _____ day of _____ in the year of our Lord, One thousand _____ hundred, at the _____ with interest at the rate of _____ per cent per annum, to be paid half-yearly on presentation of the proper coupon for the same as hereunto annexed, say on the _____ day of _____ and the _____ day of _____ in each year, at the office of the _____.

Executed and dated at _____ the _____ day of _____, A.D. 19____.

The Acadia Mortgage Corporation.

C. D.,
Manager.

A. B.,
President.