

Acts of the General Assembly of His Majesty's Province of New-Brunswick passed in the year 1834. Fredericton, NB: John Simpson, Printer to the King's Most Excellent Majesty, 1834.

4 William IV – Chapter 44

An Act to incorporate sundry Persons by the Name of The President, Directors and Company of the Central Bank of New Brunswick. Passed 22d March 1834.

Whereas it is thought that the Establishment of a Bank at Fredericton would promote the Interests of the Province by increasing the Means of Circulation;

I. Be it enacted by the Lieutenant Governor, Council and Assembly, That Jedediah Slason, John Robinson, Hugh Josiah Hansard, T. V. W. Clows, Richard Ketchum, John A. Beckwith, Thomas Pickard, James Taylor, Amasa Coy, George Hayward, Thomas O. Miles, Charles S. Putnam, Thomas D. Smith, Thomas C. Everitt, Peter Fisher, Thomas Wyer, Thomas Barkov, George J. Dibbice, Henry George Clopper, Richard English, Charles Perley, Jeremiah M. Connell, Charles Fisher, John T. Smith, James Taylor, Junior, and L. A. Wilmot, their Associates, Successors, or Assigns, be and they are hereby declared to be a Body corporate, by the Name of The President, Directors and Company of the Central Bank of New Brunswick, and that they shall be Persons able and capable in Law to have, get, receive, take, possess and enjoy Houses, Lands, Tenements, Hereditaments and Rents, in Fee simple or otherwise, and also Goods and Chattels, and all other Things, real, personal or mixt, and also to give, grant, let or assign the same or any Part thereof, and to do and execute all other Things in and about the same as they shall think necessary for the Benefit and Advantage of the said Corporation; and also that they be Persons able and in Law capable to sue and be sued, plead and be impleaded, answer and be answered unto, defend and be defended, in any Court or Courts of Law and Equity, or any other Places whatsoever, in all and all Manner of Actions, Suits, Complaints, Demands, Picas, Causes and Matters whatsoever, in as full and ample a Manner as any other Person or Persons are in Law capable of suing and being sued, pleading and of being impleaded, answering and of being answered unto, and also that they shall have One common Seal to serve for the ensealing of all and singular their Grants, Deeds, Conveyances, Contracts, Bonds, Articles of Agreement, Assignments, Powers and Warrants of Attorney, and all and singular their Affairs and Things touching and concerning the said Corporation, and also that they the said President, Directors and Company, or the major Part of them, shall from Time to Time, and at all Times, have full Power, Authority and Licence, to constitute, ordain, make and establish such Laws and Ordinances as may be thought necessary for the good Rule and Government of the said Corporation Provided that such Laws and Ordinances be not contradictory or repugnant to the Laws or Statutes of that Part of the United Kingdom of Great Britain and Ireland called England, or repugnant or contrary to the Laws and Statutes of this Province.

II. And be it enacted, That the Capital Stock of the said Corporation shall consist of current Gold and Silver Coins of the Province, to the Amount of Fifteen thousand Pounds; the Sum of Seven thousand five hundred Pounds, One Half Part thereof, to be paid in current Gold and Silver Coins of the Province, within one Year from the passing of this Act, and the further Sum of Seven

thousand five hundred Pounds within Two Years from the passing of this Act; the whole Amount of said Stock to be divided into Shares of Twenty five Pounds each, making in the Whole Six hundred Shares.

III. And be it enacted, That Use said Corporation shall have full Power and Authority to take, receive, hold, possess and enjoy, in Fee simple, any Lands, Tenements, real Estates and Rents, to any Amount not exceeding Fifteen hundred Pounds: Provided, nevertheless, that nothing herein contained shall prevent or restrain the said Corporation from taking or holding real Estate to any Amount whatsoever by Mortgage taken as collateral Security for the Payment of any Sum or Sums of Money advanced by or Debts due to the said Corporation: Provided further, that the said Corporation shall on no Account lend Money upon Mortgage or upon Lands, or other fixed Property, nor such be purchased by the said Corporation, upon any Pretext whosoever, unless by way of additional Security for Debts contracted with the said Corporation in the Course of its Dealings.

IV. And be it enacted, That whenever Two hundred Shares shall have been subscribed of the said Capital Stock, a general Meeting of the Members and Stockholders of the said Corporation, or the major Part of them, shall take Place, by Notice in One or more of the public Newspapers, Thirty Days previous to such Meeting, for the Purpose of mailing, ordaining and establishing such Bye Laws, Ordinances and Regulations, for the good Management of the Affairs of the said Corporation, as the Members and Stockholders of the said Corporation shall deem necessary, and also for the Purpose of choosing Nine Directors, being Stockholders and Members of the said Corporation, under and in pursuance of the Rules and Regulations, herein after made and provided; which Directors so chosen shall serve until the First annual Meeting for Choice of Directors, and shall have full Power and Authority to manage the Concerns of the said Corporation, and shall commence the Operations of the said Bank, subject, nevertheless, to the Rules and Regulations hereinafter made and provided; at which general Meeting, the Members and the Stockholders of the said Corporation, or the major Part of them, shall determine the Amount of Payments to be made on each Share, also the mode of transferring and disposing of the Stock and Profits thereof, which being entered on the Books of the said Corporation shall be binding on the said Stockholders their Successors and Assigns.

V. And be it enacted, That there shall be a general Meeting of the Stockholders and Members of the said Corporation to be annually holden on the First Monday in March, in each and every Year, at Fredericton; at which annual Meeting there shall be chosen by a Majority of the said Stockholders and Members of the said Corporation, Nine Directors who shall be resident in the County of York, and continue in Office for One Year, or until others are chosen in their Room; in the Choice of which Directors, the Stockholders and Members of the said Corporation shall vote according to the Rule hereinafter mentioned; and the Directors when chosen shall at their First Meeting after their Election choose out of their Number a President: Provided always, that not more than Eight nor less than Five of the Directors in Office shall be reelected at such annual Meeting for the next succeeding Twelve Months, of which the President shall always be One.

VI. And be it enacted, That the Directors for the Time being shall have Power to appoint such Officers, Clerks and Servants as they or the major Part of them shall think necessary for executing the Business of the said Corporation, and shall allow them such Compensation for their respective Services as to them shall appear reasonable and proper; all which, together with the Expenses of Buildings, House Rent, and all other Contingencies, shall be defrayed out of the Funds of the Corporation, and the said Directors shall likewise exercise such other Powers and Authorities for the well regulating the Affairs of the said Corporation, as shall be prescribed by the Bye Laws and Regulations of the same.

VII. And be it enacted, That not less than Five Directors shall constitute a Board for the Transaction of Business, of which the President shall always be One, except in the Case of Sickness or necessary Absence, in which Case the Directors present may choose One of their Board as Chairman in his Stead; that the President shall vote at the Board as a Director, and in Case of there being an equal Number of Votes for and against any Question before them, the President shall have a casting Vote: Provided always, that no Note or Bill offered for Discount at the said Bank shall be refused or excluded by a single Vote.

VIII. And be it enacted, That no Director shall be entitled to any Salary or Emolument for his Services, but that the Stockholders and Members of the said Corporation may make such Compensation to the President, as to them shall appear reasonable and proper.

IX. And be it enacted, That no Person shall be eligible as Director unless such Person is a Stockholder, and holding not less than Eight Shares of the Capital Stock of the said Corporation: Provided, always, that the Stockholder so otherwise qualified, be not a Director in any other Banking Company in this Province.

X. And be it enacted, That every Cashier and Clerk of the said Corporation, before he enters upon the Duties of his Office, shall give Bends with Two or more Sureties to be approved of by the Directors, that is to say, every Cashier in a Sum not less than Five thousand Pounds, with a Condition for his good and faithful Behaviour, and every Clerk, with the like Condition and Sureties, in such Sum as the Directors shall deem adequate to the Trusts reposed in them.

XI. And be it enacted, That the Number of Votes which each Stockholder shall be entitled to, on every Occasion when in conformity to the Provision of this Act the Votes of the Stockholders are to be given, shall be in the following Proportion; (that is to say,) for One Share and not more than Four, One Vote; for every Four Shares above Four, and not exceeding Twenty, One Vote, making Five Votes for Twenty Shares; for every Eight Shares above Twenty, and not exceeding Sixty, One Vote, making Ten Votes for Sixty Shares; which said Number of Ten Votes shall be the greatest that any Stockholder shall be entitled to have.

XII. And be it enacted, That all Stockholders resident within this Province, or elsewhere, may vote by Proxy, provided that such Proxy be a Stockholder, and do produce sufficient Authority in Writing from his Constituent or Constituents so to act; provided that no Stockholder be entitled to hold more than Three Proxies.

XIII. And be it enacted, That no Member of the said Corporation during the First Six Months, to be accounted from and after the passing of this Act, shall be entitled to hold and subscribe for more than Twenty Shares of the said Capital Stock; and if the Whole of the said Capital Stock shall not have been subscribed within the said Six Months, so to be accounted as aforesaid, that then and in such Case, it shall be lawful for any Stockholder or Stockholders to increase his, her or their Subscriptions to Thirty Shares: Provided always, that no Stockholder shall be permitted to hold more than Fifty Shares in the Whole, unless the same be acquired by Purchase, after the said Bank shall have commenced its Operations: And Provided also, that no Stockholder in the said Hank at any One Time shall hold more than Twenty per Cent of the Capital Stock.

XIV. And be it enacted, That the Directors be and they are hereby authorized to fill up any Vacancy that shall be occasioned in the Board, by the Death, Resignation or Absence from the Province for Three Months of any of its Members; but that in the Case of the Removal of a Director by the Stockholders for Misconduct or Mal-administration, his Place shall be filled up by the said Stockholders; and the Person so chosen by the Directors or the Stockholders, shall serve until the next succeeding annual Meeting of the Stockholders.

XV. And be it enacted, That before any Stockholder shall be required to make Payment of any Instalment upon the Amount of his Subscription, Fifty Days' previous Notice shall be given by the Directors in Two of the Newspapers published in this Province, of the Time and Place of such Payment, and the Directors shall commence with the Business and Operations of the Bank of the said Corporation: Provided always, that no Bank Bill or Bank Notes shall be issued or put in Circulation, nor any Bill or Note be discounted at the said Bank until the said Sum of Seven thousand five hundred Pounds shall be actually paid in and received on Account of the Subscriptions to the Capital Stock of the said Bank.

XVI. And be it enacted, That as soon as the Sum of Seven thousand five hundred Pounds shall have been paid in current Gold and silver Coins, and shall then be in the Vaults of the said Bank, the President shall give Notice thereof to the Secretary of the Province, for the Information of His Excellency the Lieutenant Governor or the Commander in Chief for the Time being, who is hereby authorized, by and with the Advice of His Majesty's Council, to appoint Three Commissioners, not being Stockholders, whose Duty it shall be to examine and count the Money actually in the Vaults, and to ascertain, by the Oaths of the Majority of Directors, that Half the Amount of its Capital hath been paid in by the Stockholders towards Payment of their respective Shares, and not for any other Purpose, and that it is intended to have it there remain as Part of the Capital Stock of the said Bank; which Investigation is hereby declared indispensable, and shall be made at the Periods prescribed by the Second Section of this Act, when paying in the Capital Stock of the said Bank.

XVII. And be it enacted, That the Shares or Capital Stock shall be assignable and transferable according to the Rules and Regulations that may be established in that Behalf; but no Assignment or Transfer shall be valid or effectual, unless such Assignment or Transfer shall be entered and registered in a Book to be kept by the Directors for that Purpose, nor until such Person or Persons so making the same, shall previously discharge all Debts actually due and payable to the said

Corporation; that in no Case shall any fractional Part of a Share, or other than a complete Share or Shares, be assignable or transferable; that whenever any Stockholder shall transfer, in Manner aforesaid, all his Stock or Shares in the said Bank to any other Person or Persons whatever, such Stockholder shall cease to be a Member of the said Corporation.

XVIII. And be it enacted, That the said Company shall not directly nor indirectly deal in any Thing excepting Bills of Exchange, Gold or Silver Bullion, or in the Sale of Goods really and truly pledged for Money lent and net redeemed in due Time, or in the Sale of Stock pledged for Money lent and not so redeemed; which said Goods and Stock so pledged shall be sold by the said Corporation at public Sale, at any Time not less than Thirty Days after the Period for Redemption; and if upon such Sale of Goods or Stock there shall be a Surplus after deducting the Money lent, together with the Expenses of Sale, such Surplus shall be paid to the Proprietors thereof respectively.

XIX. And be it enacted, That the Holders of the Stock of the said Bank shall be chargeable in their private and individual Capacity, and shall be holden for the Payment and Redemption of all Bills which may have been issued by the said Corporation, and also for the Payment of all Debts at any Time due from the said Corporation, in Proportion to the Stock they respectively hold; Provided however, that in no Case shall any One Stockholder be liable to pay a Sum exceeding the Amount of Stock actually then held by him: Provided nevertheless, that nothing previously contained shall be construed to exempt the Joint Stock of the said Corporation from being also liable for, and chargeable with, the Debts and Engagements of the same.

XX. And be it enacted, That every Bond, Bank Bill, or Bank Note or other Instrument, by the Terms or Effect of which the said Corporation may be charged or held liable for the Payment of Money, shall specially declare, in such Form as the Board of Directors shall prescribe, that Payment shall be made out of the Joint Funds of the said Corporation: Provided nevertheless, That Nothing herein contained shall be construed to alter, change or diminish the Responsibilities and Liabilities imposed on Stockholders in their individual Capacities by the Nineteenth Section of this Act.

XXI. And be it enacted, That the total Amount of the Debts which the said Corporation shall at any Time owe, whether by Bond, Bill or Note, or other Contract whatsoever, shall not exceed Twice the Amount of the Capital Stock actually paid in by the Stockholders; and in Case of any Excess, the Directors under whose Administration and Management the same shall happen, shall be liable for such Excess in their individual and private Capacities: Provided always, that the Lands/tenements, Goods and Chattels of the said Corporation shall also be liable for such Excess.

XXII. And be it enacted, That the Directors shall make Half Yearly Dividends of all the Profits, Rents, Premiums, and Interest of the said Corporation, payable at such Time and Place as the Directors shall appoint, of which they shall give Thirty Days' previous Notice in Two of the Newspapers published in this Province.

XXIII. And be it enacted, That the Books, Papers, Correspondence, and Funds of the said Corporation shall at all Times be subject to the Inspection of the Directors; but no Stockholder, not a Director, shall inspect the Account of any Individual with the said Corporation.

XXIV. And be it enacted, That all the Bills or Notes issued by the said Corporation shall be signed by the President for the Time being, and countersigned and attested by the Cashier, and shall be printed and made in Steel Plates; and all Bills or Notes so signed and countersigned shall be binding on the said Corporation and payable in Specie at said Bank.

XXV. And be it enacted, That the said Corporation shall be liable to pay to any bona Fide Holder, the original Amount of any Note of the said Bank which shall have been counterfeited or altered in Course of its Circulation to a larger Amount, notwithstanding such Alteration.

XXVI. And be it enacted, That the said Bank shall be kept and established at Fredericton, or at such other Place as the Board of Directors may think it necessary to remove the said Bank on account of any great Emergency, for the Security thereof

XXVII. And be it enacted, That the Directors shall at the general Meeting, to be held on the First Monday in March in every Year, lay before the Stockholders, for their Information, an exact and particular Statement of the Amount of Debts due to and by the said Corporation, the Amount of Bank Notes then in Circulation, the Amount of the Gold and Silver on Hand, and the Amount of such Debts as are, in their Opinion, bad or doubtful, also the Surplus or Profit (if any) remaining after Deduction of Losses and Provisions for Dividends; which Statements shall be signed by the Directors and attested by the Cashier; and a duplicate Statement so signed and attested shall be transmitted to the Secretary of the Province, for the Information of His Excellency the Lieutenant Governor or Commander in Chief for the Time being, and the Legislature: Provided always, that the rendering of such Statement shall not extend to give any Right to the Stockholders, not being Directors, to inspect the Account of any Individual or Individuals with the said Corporation.

XXVIII. And be it enacted, That no Loan shall be made by the said Bank on the Pledge of its own Stock.

XXIX. And be it enacted, That any Joint Committee hereafter to be appointed by the Honorable the Legislative Council and the House of Assembly, for the Purpose of examining into the Proceedings of the said Corporation, shall either during the Session or Prorogation of the General Assembly have free Access to all the Books and Vaults of the same.

XXX. And be it enacted, That any Number of Stockholders, not less than Twelve, who together shall be Proprietors of Two hundred Shares, shall have Power, at any Time, by themselves or their proxies, to call a general Meeting of the Stockholders, for Purposes relating to the Business of the said Corporation, giving at least Thirty Days' previous Notice in Two of the Newspapers published in the Province, and specifying in such Notice the Time and Place of such Meeting with the Objects thereof; and the Directors or any Five of them shall have the like Power at any Time, upon observing the like Formalities, to call a general Meeting as aforesaid.

XXXI. And be it enacted, That on any Dissolution of the said Corporation, immediate and effectual Measures shall be taken by the Directors then in Office for closing all the Concerns of the said

Corporation, and for dividing the Capital and Profits which may remain among the Stockholders in Proportion to their respective Interests; and in case any Bills issued by the said Corporation shall remain unpaid, the Holders of Stock in said Corporation, as well as those who were Stockholders at the Time of the Notice of said Dissolution, (which said Notice shall take place by a Publication of their Intention so to do, in the Royal Gazette Twelve Months previous to the said Corporation being allowed to carry the same into Effect,) shall be chargeable in their private and individual Capacity for the Payment and Redemption thereof, in Proportion to the Stock they respectively held or hold, subject however to the Proviso mentioned in the Nineteenth Section of this Act; Provided, however, that this Liability shall continue for Two Years only from after the Notice of such Dissolution.

XXXII. And be it enacted, That the Aggregate of all the Debts due from the Directors of the said Bank as Principals, Endorsers or Sureties shall not at any One Time exceed Thirty three and one third per Centum of the Capital Stock.

XXXIII. And be it enacted, That the Cashier of the said Bank shall Semiannually, that is to say, on the First Monday in January, and the First Monday in June, in each and every Year, make a Return of the State of the said Bank as it existed at Two of the Clock in the Afternoon of the said Days respectively, and shall forthwith transmit the same to the Office of the Secretary of the Province; which Return shall specify the Amount due from the Bank, designating in distinct Columns the several Particulars included therein, and shall also specify the Resources of the said Bank, designating in distinct Columns the several Particulars included therein; and the said Return shall be made in the following Form, viz:

FORM OF RETURN.

State of _____ Bank, on the _____ Monday of _____ 18____, 2 o'Clock, P. M.

DUE FROM BANK.

Bills in Circulation,

Net Profits on Hand,

Balance due to other Banks,

Cash deposited, including all Sums whatever due from the Bank not bearing Interest, its Bills in Circulation, Profits and Balances due to other Banks excepted,

Cash deposited bearing Interest,

Total Amount due from the Bank,

RESOURCES OF THE BANK.

Cold, Silver, and other coined Metals in its Banking House,

Real Estate,

Bills of other Banks incorporated in this Province,

Balances due from other Banks,

Amount of ail Debts duo, including Notes, Bills of Exchange, and all Stock and funded Debts of every Description, excepting the Balances due from other Banks,

Total Amount of the Resources of the Bank, Date and Amount of the last Dividend, and when declared,

Amount of reserved Profits at the Time of declaring the last Dividend,

Amount of Debts due and not paid, and considered doubtful,

Which Return shall be signed by the Cashier of said Bank, who shall make Oath or Affirmation, before some Magistrate qualified to administer Oaths, to the Truth of said Return according to the best of his Knowledge and Belief; and the Cashier of the said Bank shall also make Return under Oath, whenever required by the Legislature, of the Names of the Stockholders and the Amount of Stock owned by each: and a Majority of the Directors of said Bank shall certify and make Oath or Affirmation before the same Magistrate as the said Cashier, that the Books of said Bank indicate the state of Facts so returned by their Cashier, and that they have full Confidence in the Truth of the Return so made by him; and it shall be the Duty of the Secretary of the Province annually to lay before the Legislature of this Province, as soon after the opening of any Session thereof as practicable, true Copies of such Returns as aforesaid as he may have received since the then last previous Session.

XXXIV. And be it enacted, That the Cashier, or acting Cashier for the Time being, shall on each and every Discount Day furnish a true List to the President or Chairman of the said Bank of all delinquent Promisers, Endorsers and Sureties made up to Two o'Clock on the Day preceding the Discount Day, which List shall be called a delinquent Sheet; and it shall be the Duty of the President or Chairman on each and every Discount Day as aforesaid, to read the Name or Names contained in such Delinquent Sheet, to the Board of Directors; and in case the Name of any Director shall appear on such delinquent Sheet, either as Promiser, Endorser or Surety, it is hereby declared illegal for such Director to sit at the Board or take any Part in the Management of the Affairs of the said Bank during the Continuance of such Delinquency.

XXXV. And be it enacted, That in the Event of any Director continuing a Delinquent as aforesaid, for Ninety consecutive Days at any One Time, such continued Delinquency shall disqualify such Director from holding his Seat, and it shall be the Duty of the President and other Directors

forthwith to proceed in filling up the Vacancy in the Manner prescribed in the Fourteenth Section of this Act as in the Case of Death or Absence from the Province.

XXXVI. And be it enacted, That this Act shall be deemed and taken to be a public Act and shall be judicially taken Notice of as such without being specially pleaded.

XXXVII. And be it enacted, That this Act shall continue and be in force until the First Day of May which will be in the Year of our Lord One thousand eight hundred and fifty four.