

MAINE STATE LEGISLATURE

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NEW DRAFT

EIGHTY-SECOND LEGISLATURE

H. P. No. 1252

H. D. No. 475

House of Representatives, March 27, 1925.

Reported by Mr. Hale of Portland from Committee on
Judiciary and laid on table to be printed under joint rules.

CLYDE R. CHAPMAN, Clerk.

STATE OF MAINE

IN THE YEAR OF OUR LORD ONE THOUSAND NINE
HUNDRED AND TWENTY-FIVE

AN ACT to Incorporate the "Personal Finance Company."

Be it enacted by the People of the State of Maine, as follows:

Section 1. Harry H. Cannell of Portland in the County
2 of Cumberland and State of Maine, Silas P. Gates of
3 Chelsea in the County of Suffolk and Commonwealth of
4 Massachusetts, Frank E. Wallace of East Orange in the
5 County of Essex and State of New Jersey, Richard Stock-
6 ton, Jr., of Trenton in the County of Mercer and State of
7 New Jersey and Alfred G. Zimmerman of the City, County
8 and State of New York, and their associates, successors
9 and assigns, are hereby created a corporation by the name
10 of the "Personal Finance Company" with power by that

11 name to sue and be sued, to have and use a common seal,
12 and to establish suitable by-laws and regulations for the
13 proper management of its affairs, not repugnant to the
14 general corporation law of the State.

Sect. 2. The principal office and place of business in
2 Maine is to be located in the City of Portland, County of
3 Cumberland, as fixed by the directors and the corporation
4 may establish branch offices.

Sect. 3. The purposes for which this corporation is
2 formed and the nature of the business to be transacted by it
3 are as follows: To engage in the business of making loans
4 or advancements of moneys upon conditions and lawful
5 terms as agreed; also to obtain a license under the provi-
6 sions of chapter two hundred ninety-eight, public laws of
7 nineteen hundred and seventeen of Maine and acts amenda-
8 tory thereof and additional thereto, now existing and here-
9 after made, to engage in the business of making loans of
10 three hundred dollars or less, repayable in installments or
11 otherwise, as authorized under said license and to engage
12 in said business.

Sect. 4. The capital stock of said corporation shall be
2 four hundred thousand dollars, divided into four thousand
3 shares of the par value of one hundred dollars each, and
4 also one hundred and fifty shares without par value. Of
5 such total capital stock two thousand shares, amounting to
6 two hundred thousand dollars shall be preferred stock, two
7 thousand shares amounting to two hundred thousand dol-

8 lars shall be common stock known as common stock class
9 “a” and said one hundred and fifty shares without par
10 value shall be common stock known as common stock class
11 “b.”

Sect. 5. The rate of dividend to be paid on the preferred
2 stock of this corporation shall be eight dollars per share
3 per annum and this dividend shall be declared set apart or
4 paid to the holders of said preferred stock before any divi-
5 dends shall be declared set apart or paid to the holders of
6 common stock. After payment of dividends on preferred
7 stock if any, the rate of dividend to be paid on common
8 stock class “a” shall be limited to ten dollars per share per
9 annum and shall be declared set apart or paid to the holders
10 of common stock class “a” before any dividend is declared
11 set apart or paid to the holders of common stock class “b.”
12 After payment of dividends on preferred stock and common
13 stock class “a”, if any, the rate of dividend to be paid on
14 common stock class “b” shall not be larger than the reason-
15 able safety and business interests of the corporation permit.

Sect. 6. The shares of preferred stock and the shares of
2 common stock class “b” shall not have any voting powers,
3 but the shares of common stock class “a” shall carry all of
4 the voting power.

Sect. 7. The corporation shall not transact any business
2 until at least three hundred shares in the aggregate of pre-
3 ferred stock and common stock class “a” have been duly
4 subscribed and actually paid for.

Sect. 8. The corporation shall be subject to the supervision of the bank commissioner and he shall have the same authority over it as he has over savings banks, trust companies and loan and building associations.

Sect. 9. In event of liquidation, dissolution or winding up of the affairs of the corporation, the holders of preferred stock shall be entitled to be paid a sum equal to the par value of their shares, after payment of debts, if any, and any unpaid dividends declared thereon, before any assets or funds shall be divided among the holders of common stocks class "a" and class "b."

Sect. 10. Nothing herein contained is intended to repeal or shall be construed as repealing the whole or any part of any existing statute and all the rights and duties herein mentioned shall be exercised and performed in accordance with all the applicable provisions of chapter two hundred ninety-eight of the public laws of nineteen hundred and seventeen of Maine, and acts amendatory thereof and additional thereto now existing and hereafter made.