

MAINE STATE LEGISLATURE

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Fifty-Seventh Legislature.

HOUSE.

No. 159.

STATE OF MAINE.

IN THE YEAR OF OUR LORD ONE THOUSAND EIGHT HUNDRED AND SEVENTY-EIGHT.

AN ACT in addition to chapter fifty-one of the revised statutes, relating to mortgages of corporations.

Be it enacted by the Senate and House of Representatives in Legislature assembled, as follows:

SECTION 1 The provisions of sections forty-seven to 2 seventy, each inclusive, of chapter fifty-one of the 3 revised statutes, and all acts explanatory or amend- 4 atory thereof or additional thereto, shall apply to and 5 include all mortgages of franchises, lands, property 6 and rights of property of any kind whatever, whether 7 heretofore given or hereafter to be given by any cor- 8 poration to trustees, to secure the payment of scrip or 9 bonds of said corporation in all cases in which the 10 principal of said scrip or bonds shall have been due 11 and payable for more than three years, and shall re

12 main unpaid in whole or in part, in the same way and
13 to the same extent as if the mortgage had been legally
14 foreclosed, subject to all rights of redemption, as pro-
15 vided in section fifty-seven of said chapter fifty-one ;
16 and the holders of said scrip or bonds shall have the
17 benefit of all said provisions and acts, and shall have
18 all the rights and powers of the corporation under its
19 charter, and may form a new corporation in the man-
20 ner provided in said chapter fifty-one, and the acts
21 amendatory thereof and additional thereto, whenever
22 the holders of such scrip or bonds to any amount ex-
23 ceeding one-half of the same shall so elect, in writing.

SECT. 2. The capital stock of such new corporation
2 shall be equal to the amount of unpaid bonds and cou-
3 pons secured by such mortgage, taken at their face at
4 the time of the organization of the new corporation,
5 and the amount required to redeem any prior mortgage,
6 and shall be divided into shares of one hundred dollars
7 each. All stock issued under the provisions of this
8 act shall be taken and considered as paid for in full,
9 and shall not be liable to further assessment; and no
10 person, taking or holding the same, shall by reason
11 thereof be liable for the debts of such corporation.

SECT. 3. This act shall take effect when approved.

STATE OF MAINE.

IN HOUSE OF REPRESENTATIVES, }
February 12, 1878. }

Reported from the Committee on the Judiciary, by Mr. PIERCE
of Portland, and ordered printed under the Joint Rule.

ORAMANDAL SMITH, *Clerk.*