

MAINE STATE LEGISLATURE

The following document is provided by the
LAW AND LEGISLATIVE DIGITAL LIBRARY
at the Maine State Law and Legislative Reference Library
<http://legislature.maine.gov/lawlib>



Reproduced from scanned originals with text recognition applied
(searchable text may contain some errors and/or omissions)

SEVENTY-SIXTH LEGISLATURE

SENATE

NO. 631

In Senate, March 27, 1913.

Reported by Senator Maxwell from Committee on Banks and Banking, and ordered printed under joint rules.

W. E. LAWRY, Secretary.

STATE OF MAINE

IN THE YEAR OF OUR LORD ONE THOUSAND NINE
HUNDRED AND THIRTEEN.

AN ACT to incorporate the Sanford Investment Company.

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

Section 1. J. Will Leavitt, Walter Nutter, L. H. Williams,
2 Hiram Willard and Fred J. Allen, their associates and suc-
3 cessors, are hereby created a corporation by the name of
4 the Sanford Investment Company, to be located at Sanford,
5 in the county of York, for the purpose of loaning money
6 on the notes of individuals, firms or corporations, secured
7 by mortgage of real estate or personal property or right of
8 interest therein, or by the deposit or pledge of personal
9 property of any kind or description, including savings banks
10 deposit books, life insurance policies, bonds and securities
11 of the United States or of any state or county or of muni-

12 cipal and other corporations, shares of the capital stock of
13 corporations and other obligations of, and claims against
14 third parties.

Sect. 2. Said corporation may also acquire by purchase,
2 foreclosure or otherwise, real estate and any right and in-
3 terest therein and may hold, sell, lease, mortgage or other-
4 wise dispose of, operate and deal in the same; and said cor-
5 poration is hereby authorized to issue its bonds not exceed-
6 ing the amount of its capital stock and to secure the same
7 by a mortgage of any or all of its real estate and rights and
8 interests therein and other property.

Sect. 3. The government of said corporation shall be in
2 a board of not less than three nor more than nine directors
3 as the stockholders shall from time to time at any annual
4 meeting determine. Said directors shall be chosen annually
5 at such time as shall be provided for in the by-laws and the
6 board thus created shall elect one of their number president,
7 and such other officers as may be deemed necessary. A
8 majority of said board to be residents of the state.

Sect. 4. It shall be lawful for said corporation to invest
2 such of its funds as shall be on hand from time to time
3 undisposed of on loans, in any of the bonds or securities
4 in which savings banks in this state are allowed to invest.
5 And said corporation may borrow money upon its own notes,
6 not exceeding the amount of its capital stock actually paid
7 in, and for periods not exceeding one year, and may secure
8 the same by pledge of any of the bonds or securities owned
9 by it under the provisions of this section.

Said corporation is also authorized to buy, sell and deal
11 in the bonds, stocks and securities of any corporation and,
12 either alone or with persons, firms or corporations, to enter
13 into any agreement or contract for the underwriting of such
14 bonds, stocks and securities.

Sect. 5. The capital stock of said corporation shall be not
2 less than one hundred thousand dollars nor more than five
3 hundred thousand dollars as the stockholders shall from
4 time to time at any meeting called therefor determine, and
5 shall be divided into shares of one hundred dollars each.

Sect. 6. Said corporation shall not proceed to business
2 under this charter until its capital stock shall have been duly
3 subscribed to the amount of ten thousand dollars, and the
4 said sum actually paid in therefor.

Sect. 7. All loans shall be upon the note or notes of the
2 borrower secured as hereinbefore provided, which notes shall
3 state upon their face the nature of the security given, and
4 if secured by pledges or personal property shall state the
5 terms and conditions upon which the pledged property shall
6 be applied in satisfaction of said notes.

Sect. 8. The corporation shall give to each borrower upon
2 personal property collateral a card inscribed with the name
3 of the corporation, the amount of the loan, the rate of com-
4 pensation, the date when made, the date when payable and
5 the article or articles pledged as collateral.

Sect. 9. Upon default in the payment of principal or
2 interest of any notes secured by the pledge of any personal

3 property hereinbefore mentioned, said corporation shall have
4 the right to sell said pledged property or otherwise enforce
5 its claim thereon, and apply the proceeds thereof, in accord-
6 ance with the terms and conditions made and signed as a
7 part of said note, subject to the provisions of law. The net
8 surplus, if any there be, after payment of said note with
9 interest and charges, as provided by the terms thereof, shall
10 be held by said corporation for one year for the benefit of
11 the owner. If not then called for, the same shall become
12 the property of said corporation.

Sect. 10. The stockholders of said corporation may estab-
2 lish such by-laws, rules and regulations for conducting the
3 business of said corporation as they shall deem necessary,
4 not inconsistent with the provisions of this charter or the
5 laws of this state.

Sect. 11. The first meeting of said corporation may be
2 called by a written notice thereof signed by any two corpo-
3 rators herein named, served upon each corporator by giving
4 him the same in hand or leaving the same at his last and
5 usual place of abode, seven days at least before the time of
6 the meeting.