

# 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)

NEW DRAFT

---

---

EIGHTY-FOURTH LEGISLATURE

---

---

House Document

No. 430

---

---

H. P. 1303

House of Representatives, Feb. 21, 1929.

Reported by Mr. Farris from Committee on Judiciary and laid on the table for printing under joint rules.

CLYDE R. CHAPMAN, Clerk.

Presented by Mr. Farris of Augusta.

---

---

STATE OF MAINE

---

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

---

AN ACT Relating to the Formation of Corporations Having Stock Without Par Value.

---

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

Section one hundred seventeen of chapter two hundred 2 twenty-four of the public laws of Maine, one thousand nine 3 hundred twenty-one, is amended by inserting in the ninth 4 line of said section after the word "non-assessable" and 5 before the word "The" the words "The stockholders at a 6 meeting duly called and held for the purpose or the board 7 of directors when acting under any general or special au- 8 thority granted by the stockholders may determine at the

9 time of the issue thereof what part of the consideration  
10 received for issued shares without par or face value shall  
11 be capital stock, and what part of said consideration shall  
12 be paid-in surplus available for dividends and other corpo-  
13 rate purposes,' so that said section as amended shall read  
14 as follows:

'Sect. 117. Corporations may issue and dispose of their  
2 authorized shares having no par or face value for such  
3 consideration as may be prescribed in the certificate of  
4 organization or in the certificate of amendment, or if no  
5 consideration is so prescribed then for such consideration  
6 as may be fixed by the stockholders at a meeting duly called  
7 and held for the purpose, or by the board of directors when  
8 acting under general or special authority granted by the  
9 stockholders. Any and all shares issued for the considera-  
10 tion prescribed or fixed in accordance with the provisions  
11 of this section shall be fully paid and non-assessable. The  
12 stockholders at a meeting duly called and held for the pur-  
13 pose or the board of directors when acting under any general  
14 or special authority granted by the stockholders, may de-  
15 termine at the time of the issue thereof what part of the  
16 consideration received for issued shares without par or face  
17 value shall be capital stock and what part of said considera-  
18 tion shall be paid-in surplus available for dividends and  
19 other corporate purposes. The authorized number of shares  
20 without par or face value may be increased or reduced by  
21 a majority vote of the issued and outstanding shares at a

22 meeting duly called for the purpose, or at an annual meet-  
23 ing, when notice shall have been given of such proposed  
24 action in the call therefor, and the corporation shall file a  
25 certificate thereof with the secretary of state within ten days  
26 thereafter, and thereupon said change shall take effect.'