

5. - DIVIDENDS AND ~~INTEREST~~ RESERVE.

1200. - The distribution of dividends ~~of interest~~ must be made in proportion to the amount paid upon each share, unless otherwise decided with regard to preference shares.

1201. - (Deleted and substituted by the following).

No dividend may be declared except by a resolution passed in a general meeting.

The directors may from time to time pay to the shareholders such interim dividends as appear to the directors to be justified by the profits of the company.

No dividend shall be paid otherwise than out of profits. If the company has incurred losses, no dividend may be paid unless such losses have been made good.

1202. - (Deleted and substituted by the following).

The company must appropriate to a reserve fund, at each distribution of dividend, at least one twentieth of the profits arising from the business of the company, until the reserve fund reaches one tenth part of the capital of the company or such higher proportion thereof as may be stipulated in the regulations of the company.

If shares have been issued at a value higher than the face value, the excess must be added to the reserve fund until the latter has reached the amount mentioned in the foregoing paragraph.

1203. - If dividends ~~or interest~~ has been paid contrary to the provisions of the last two preceding sections, the creditors of the company are entitled to have the amount so distributed returned to the company, provided that a shareholder cannot be obliged to return dividends ~~or interest~~ which he has received in good faith.

1207. - The directors must cause minutes of all proceedings and resolutions of meetings of shareholders and directors to be duly entered in the books, which shall be kept at the registered office of the company. Any such minutes signed by the chairman of the meeting at which such resolutions were passed or proceedings had, or by the chairman of the next succeeding meeting, are presumed correct evidence of the matters therein contained, and all resolutions and proceedings of which minutes have been so made are presumed to have been duly passed.

Any shareholder may at any time during business hours demand an inspection of the above mentioned documents.