

presented in the articles of association or in the by-laws.

Payment of unpaid instalments to be secured by mortgages, &c.

88. The payment of the unpaid instalments on the share or shares so purchased or redeemed, with interest on the money paid therefor as aforesaid, and all fines and penalties incurred in respect thereof by any member, shall be secured to such corporation by mortgage on real or leasehold property, or by the hypothecation of stock of such corporation held by such member as may be provided in the articles of association or by-laws; but in case of hypothecation of stock, no greater sum of money shall at any time be drawn out by any member than shall have been already paid in by him on all his shares at the time of such hypothecation; and any such mortgage and the mortgage debt created thereby, are declared to be exempt from taxation, the property so mortgaged to the corporation being taxed in the hands of the individual member or mortgagor.

Exempt from taxation.

Member of corporation competent witness.

89. On the trial of any action or other proceeding at law, or in equity, in which the property or interest of any such corporation may be in any wise concerned, any member of such corporation shall be a competent witness, and shall not be objected to on account of any interest he may have as such member; in the result of any such action or proceeding.

Prior association merged in new corporation.

90. Any association of persons which may have been organized or established at any time prior to the adoption of this article, on being made a body corporate, under the provisions of this article, shall become merged in such corporate body thereby created, and every act done or to be done by any such unincorporated association of persons, relating to the ends and purposes of such association, and all mortgages, bonds or other instruments, made to such association of persons, or to any person or persons to or for the use of such association of persons, or any member thereof as such, shall remain and continue in full force and virtue at law and in equity, in like manner as if such incorporated association of persons had originally been a body corporate.