

SUBJECT IV OWNERSHIP OF THE CORPORATION

I. Equity

A. Share?



B. Right to Vote (s.140(10))



II. Types of Shares

A. Common vs. Preferred?

1. Common – an equity



2. Preferred – equity / debt instrument



B. Present Day



III. Rights Attached to Shares

S.24 (1) Must be without nominal or par value

(3) When one class of shares then all:



(4) When many classes of shares then:



IV. Issuing Shares

S.25 (1) Can issue shares anytime to anybody
but must respect:



(3) Shares must be paid in full

(4) Can issue shares for considerations



V. Recording Shares

- S.26 (1) Account for each class
- (2) Enter all monies received

VI. Pre-emptive Right (right of first refusal)

S.28 (1) 

(2) Exception, issued:



VII. Warrants and Options

S.29 (1) Warrants vs. Options



VIII. Share Buy Back

A. Acquisition of Own Shares

s.34 (1) subject to articles can buyback

(2) can't if buyback makes:



VIII. Share Buyback

B. Buyback Obligations

s.35 (1) Can purchase shares:



(3) Can't if buyback makes :



VIII. Share Buyback

C. Redeemable Shares

- s.36 (1) Can buy back at max of stated price
(2) Can't if buyback makes :



IX. Dividends

A. Definition



IX. Dividends

B. Form

s. 43(1)



C. Limits – can't pay dividend if:

s. 42

