

NATIONAL ASSEMBLY
Thirty-fourth Legislature, second session

1992, chapter 45
**AN ACT TO AMEND THE ACT RESPECTING
QUÉBEC BUSINESS INVESTMENT COMPANIES**

Bill 409

Introduced by Mr Gérald Tremblay, Minister of Industry, Trade and Technology

Introduced 4 December 1991

Passage in principle 11 December 1991

Passage 22 June 1992

Assented to 23 June 1992

Coming into force: 23 June 1992

Act amended:

Act respecting Québec business investment companies (R.S.Q., chapter S-29.1)



CHAPTER 45

An Act to amend the Act respecting Québec business investment companies

[Assented to 23 June 1992]

THE PARLIAMENT OF QUÉBEC ENACTS AS FOLLOWS:

c. S-29.1,
s. 8, am.

1. The Act respecting Québec business investment companies (R.S.Q., chapter S-29.1) is amended by replacing paragraph 5 of section 8 by the following paragraph:

“(5) upon reduction to less than \$50 000 of the paid-up capital of the common shares with full voting rights of a company having made and holding a qualified investment;”.

c. S-29.1,
s. 12.2, am.

2. Section 12.2 of the said Act is amended by replacing the figure “100 000” in the third line of paragraph 2 by the figure “50 000”.

c. S-29.1,
s. 15.0.1,
am.

3. Section 15.0.1 of the said Act is amended by replacing the first paragraph by the following paragraph:

Participa-
tion in
qualified
investment

“15.0.1 Where new common shares with full voting rights of a company are subscribed and paid and the company uses its funds to make a qualified investment, the company may allocate to the shareholders of its choice an amount as participation in a qualified investment not exceeding the amount of such investment, and also an amount as additional participation in a qualified investment, without, however, exceeding the financial commitment of each shareholder within the meaning of paragraph b.1 of section 965.29 of the Taxation Act.”

c. S-29.1,
s. 15.0.2,
am.

4. Section 15.0.2 of the said Act is amended by adding, at the end, the words “and additional participation in a qualified investment has the meaning assigned by regulation.”

c. S-29.1,
s. 16, am.

5. Section 16 of the said Act is amended by adding the following paragraphs:

“(13) determine the information that a company shall furnish where it waives, in favour of the shareholders of a company, a deduction in respect of all or part of the expenses incurred in making a distribution of securities to the public;

“(14) define the expression “additional participation in a qualified investment”.”

Regulations

6. The regulations which will be made pursuant to paragraphs 4, 8, 13 and 14 of section 16 of the Act respecting Québec business investment companies between the date of coming into force of this Act and 30 September 1992 may apply from any date not prior to 3 May 1991.

Effect

7. Sections 1 to 4 have effect from 3 May 1991.

Coming into
force

8. This Act comes into force on 23 June 1992.