

REDEMPTION PROCEDURE
Table and Share Capital Clauses
(CBCA)

REDEMPTION PROCEDURE: TABLE OF CLAUSE ALTERNATIVES

No.	INITIATED BY			PARTIAL REDEMPTION	OTHER
	Corporation	Holder	Majority of Shareholders	Pro rata basis	Redemption fund
701	x				
702		x			
703			x		
704				x	
705					x

© edilex inc.
www.edilex.com

REDEMPTION PROCEDURE
Table and Share Capital Clauses
(CBCA)

701 Redemption Procedure

a) Notice

The Secretary of the Corporation must give each holder of Class “...” shares to be redeemed at the option of the directors (hereinafter the “**Redeemed Shares**”), written notice at least THIRTY (30) days before the redemption date, indicating the place and terms of payment of the redemption price and, if redeeming only part of the shares held by a recipient of such notice, specifying the number of shares that are being redeemed by that holder. The redemption notice must be sent by registered mail to the holder of such shares at the address appearing in the books of the Corporation, or to the last known address of the holder.

b) Surrender of Certificates

On the redemption date or any later date, the Corporation must pay, at the place indicated in the redemption notice, an amount representing the redemption price payable to each registered holder of Redeemed Shares, upon the surrender of the certificate(s) representing the Redeemed Shares; and if only part of the Shares represented by such certificate(s) is redeemed, a new certificate representing the remaining Shares will be issued. As of the redemption date, each holder of the Redeemed Shares will no longer be entitled to any dividend or other rights attached thereto.

c) Failure to Pay

If the Corporation is unable to pay the redemption price of such shares in full, the Corporation must provide the holder with proof of its indebtedness and the holder will become a creditor of the Corporation and will be entitled to payment as soon as the funds of the Corporation are legally available.

d) Failure to Remit

Should any holder fail to surrender the certificate(s) representing the Redeemed Shares in accordance with the above-mentioned provisions, the Corporation will have the right to deposit the redemption price of such shares in a special account with a Canadian financial institution. Notice to such effect must be given to the registered holders of such shares, and the redemption price so deposited will be paid to them without interest, upon surrendering the certificates representing such shares to the financial institution. In such a case, the holders of the Redeemed Shares will no longer be entitled to any dividend or other right attached thereto, except for the right to receive the redemption price in accordance with the above-mentioned procedure.

702 Redemption Procedure

Should any registered holder(s) ask to redeem their shares, the following procedure for such redemption will apply: