

HOUSE . . . . . No. 760.

---

HOUSE OF REPRESENTATIVES, Feb. 4, 1901.  
[Introduced on leave by Mr. Bigelow of Boston. Judiciary.]

---

Commonwealth of Massachusetts.

In the Year One Thousand Nine Hundred and One.

AN ACT

Relative to Dealings in Stock, Bonds and Other Securities.

*Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:*

1 SECTION 1. Any firm or individual who buys  
2 or sells stocks or bonds for others, shall within  
3 five days from the date of such transaction, ren-  
4 der to his customer an account, stating to whom  
5 same were sold, or of whom same were purchased,  
6 together with the numbers of the certificates of  
7 stock or bonds so bought or sold. And if the  
8 same are carried upon margin for his customer,  
9 shall furnish said customer with the name of the  
10 bank, trust company, firm or individual with whom

11 the said stocks or bonds are pledged (if pledged)  
12 as collateral, with the rate of interest charged on  
13 said collateral. And no such firm or individual  
14 shall loan or in any way use any stock, bonds or  
15 securities in his or their possession and belonging  
16 to others, for the purpose of facilitating the  
17 making of so-called sales or for other purposes  
18 without the written consent therefor of the rightful  
19 owner of such securities.

1 SECTION 2. Any person or persons violating  
2 the provisions of this section shall be punished by  
3 a fine of not less than one hundred dollars or  
4 more than five hundred dollars; and any person  
5 or persons who shall be guilty of a second offence  
6 under this section shall be punished by a fine of  
7 not less than two hundred dollars nor more than  
8 one thousand dollars or by imprisonment in jail  
9 or house of correction for not less than three  
10 months or more than two years, or by both such  
11 fine and imprisonment.