

Such provisions in any contract shall be deemed to contain or imply conditions that such commodities may be resold without reference to such agreement in the following cases:

(a) In closing out the owners stock for the purpose of discontinuing delivering any such commodity.

(b) When the goods are damaged or deteriorated in quality, or removed from the fair trade price schedule of the producer or owner of the trade-mark, brand or name, and notice is given the public thereof.

(c) By any officer acting under orders of any court or in the execution of any writ or distress.

Section 2. Wilfully and knowingly advertising, offering for sale, or selling any commodity at less than the price stipulated in any contract entered into pursuant to the provisions of section one of this act, whether the person so advertising, offering for sale, or selling is, or is not, a party to such contract, is unfair competition and is actionable at the suit of such vendor, buyer or purchaser of such commodity. *It shall, however, be a complete defense to such an action for the defendant to prove that the party stipulating such price, after at least seven days written notice given by the defendant prior to the commencement of such action, has failed to take reasonable and diligent steps to prevent the continuation of such advertising, offering for sale or selling, by those in competition with the defendant, who were specified in such notice.*

APPROVED—The 25th day of May, A. D. 1956.

GEORGE M. LEADER

No. 590

AN ACT

Amending the act of June twenty, one thousand nine hundred nineteen (Pamphlet Laws 521), entitled, as amended, "An act providing for the imposition and collection of certain taxes upon the transfer of property passing from a decedent who was a resident of this Commonwealth at the time of his death, and of property within this Commonwealth of a decedent who was a nonresident of the Commonwealth at the time of his death; defining and taxing transfers made in contemplation of death; defining as a transfer and taxing the right of survivorship in property as to which such right exists; and making it unlawful for any corporation of this Commonwealth, or national banking association located therein, to transfer the

stock of such corporation or banking association, standing in the name of any such decedent, until the tax on the transfer thereof has been paid; and providing penalties; and citing certain acts for repeal," exempting certain persons, corporations and organizations from tax on the transfer of property inherited or received by them.

**Inheritance
taxes.**

Act of June 20,
1919, P. L. 521,
amended by
adding a new
section 1.1.

The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows:

Section 1. The act of June twenty, one thousand nine hundred nineteen (Pamphlet Laws 521), entitled, as amended, "An act providing for the imposition and collection of certain taxes upon the transfer of property passing from a decedent who was a resident of this Commonwealth at the time of his death, and of property within this Commonwealth of a decedent who was a nonresident of the Commonwealth at the time of his death; defining and taxing transfers made in contemplation of death; defining as a transfer and taxing the right of survivorship in property as to which such right exists; and making it unlawful for any corporation of this Commonwealth, or national banking association located therein to transfer the stock of such corporation or banking association, standing in the name of any such decedent, until the tax on the transfer thereof has been paid; and providing penalties; and citing certain acts for repeal," is amended by adding, after section one, a new section to read:

*Section 1.1. No transfer inheritance tax shall be imposed upon the transfer of any property, real *or personal, or of any vested or future interest therein or income therefrom, in trust or otherwise, to persons, corporations and organizations where the transfer is by will or by deed, gift or grant, in contemplation of death, made by a resident of this Commonwealth of property situated within this Commonwealth or elsewhere, or made by a nonresident of property within this Commonwealth:*

(a) To or for the use of any corporation organized and operated, exclusively, for religious, charitable, scientific, literary or educational purposes, including the encouragement of art and the prevention of cruelty to children or animals, no part of the net earnings of which inures to the benefit of any private stock holder or individual and no substantial part of the activities of which is carrying on propaganda or otherwise attempting to influence legislation.

(b) To a trustee or trustees or fraternal society, order or association operating under the lodge system, but only if such contributions or gifts are to be used by the trustee or trustees or by the fraternal society, order or association, exclusively, for religious, charitable, sci-

* "or" omitted in original.

entific, literary or educational purposes, or for the prevention of cruelty to children or animals and no substantial part of the activities of the trustee or trustees or of the fraternal society, order or association is carrying on propaganda or otherwise attempting to influence legislation.

(c) To or for the use of any veterans' organization incorporated by Act of Congress or of its departments or local chapters or posts, no part of the net earnings of which inures to the benefit of any private shareholder or individual.

Section 2. This act shall take effect June 1, 1957. Effective date.

APPROVED—The 28th day of May, A. D. 1956.

GEORGE M. LEADER

No. 591

AN ACT

Amending the act of May seventeen, one thousand nine hundred twenty-nine (Pamphlet Laws 1798), entitled "An act providing a fixed charge, payable by the Commonwealth, on lands acquired by the State and the Federal Government for forest reserves, or for the purpose of preserving and perpetuating a portion of the original forests of Pennsylvania, and preserving and maintaining the same as public places and parks; and the distribution of the same for county, school, township, and road purposes in the counties, school districts, and townships where such forests are located; and making an appropriation," increasing the amounts of payments from the Commonwealth to counties, and making an appropriation.

The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows: Forest Reserves.

Section 1. Section one, act of May seventeen, one thousand nine hundred twenty-nine (Pamphlet Laws 1798), entitled "An act providing a fixed charge, payable by the Commonwealth, on lands acquired by the State and the Federal Government for forest reserves, or for the purpose of preserving and perpetuating a portion of the original forests of Pennsylvania, and preserving and maintaining the same as public places and parks; and the distribution of the same for county, school, township, and road purposes in the counties, school districts, and townships where such forests are located; and making an appropriation," amended February **17, 1956 (Act No. 341), is amended to read:

Section 1. Be it enacted, &c., That (a) from and after the passage of this act, all lands heretofore or hereafter acquired by the Commonwealth, or by the Government of the United States, for forest reserves or

Section 1, act of May 17, 1929, P. L. 1798, amended February 17, 1953, Act No. 341, further amended.

Charge on lands held by State and Federal Government as forest reserves.

* "inure" in original.

** "7" in original.