

to such promissory note or bill of exchange, nor shall the persons signing the same be individually responsible for the same, unless the said promissory note or bill of exchange has been issued without proper authority; Provided however, that nothing in this section shall be construed to authorize the Company to issue any note or bill of exchange, payable to bearer, or intended to be circulated as money or as the notes or bills of a bank. 5

Bonds and debenture stock.

11. If by resolution of a general meeting at which shareholders, who represent at least two-thirds of the subscribed stock of the Company, and have paid all calls made thereon, are present or represented by proxy, it has been decided to issue bonds or debenture stock, or both, for the purpose of raising money for the prosecuting of the undertaking, the Company may authorize the directors to issue such bonds or debenture stock or both, to an amount not exceeding in all thousand dollars per mile of the railway and its branches if any : 15

Limit to issue.

Power not exhausted by one issue.

2. In case the issue authorized by such resolution is less than thousand dollars per mile, the Company may thereafter, by resolutions passed at general meetings constituted as aforesaid, authorize further issues, not exceeding in all the said amount per mile : 20

Signatures.

3. Bonds and debentures so issued shall be made and signed by the president or vice-president and shall be countersigned by the secretary, which countersignature and the signature to the coupons attached to such bonds or debentures may be engraved thereon : 25

When and how payable.

4. Such bonds and debentures may be made payable at such times, and in such manner, and in such place or places, in Canada or elsewhere, and bearing such rate of interest as the directors think proper : 30

Interest.

May be sold and pledged.

5. The directors may issue and sell, hypothecate, mortgage or pledge, all or any of the said bonds or debentures at the best price and upon the best terms and conditions which at the time they are able to obtain. 35

Mortgage for securing bonds, &c.

12. The Company may secure such bonds and debentures by a mortgage deed creating such mortgages, charges and incumbrances upon the whole of such property, assets, rents and revenues of the Company, present or future or both, as are described in the said deed, but such rents and revenues shall be subject in the first instance to the payment of the working expenses of the railway : 40

Powers, rights and remedies under mortgage.

2. By the said deed the Company may grant to the holders of such bonds and debentures, or to the trustee or trustees named in such deed, all and every the powers rights and remedies granted by this Act in respect of the said bonds and debentures and all other powers, rights and remedies not inconsistent with this Act, or may restrict the bondholders in the exercise of any power, privilege or 50