

6. So soon as two million dollars of the capital stock have been subscribed and ten per cent. thereon has been paid into some chartered bank in Canada, the provisional directors shall call a meeting of the shareholders of the Company at the place where the head office is situate at such time as they think proper, giving the notice prescribed by section 41 of The Railway Act, at which meeting the shareholders who have paid at least ten per cent. on the amount of stock subscribed for by them shall elect from the persons qualified not less than nine nor more than fifteen directors.

First general meeting

7. The annual meeting of the shareholders shall be held on the third Tuesday in September in each year.

Annual meeting

8. At each annual meeting the shareholders assembled who have paid all calls due on their shares shall choose not less than nine nor more than fifteen persons, as may be from time to time provided by by-law of the Company, to be directors of the Company, one or more of whom may be paid officers of the Company. No person other than a shareholder entitled to vote may vote or act as a proxy at any meeting of the Company.

Election of directors.

Proxy holders

9. The government of Canada may from time to time appoint a director for such period as it deems proper, as provided for in the agreement referred to in the schedule to The National Transcontinental Railway Act, who shall not hold any shares in the Company, but shall be entitled to exercise all the powers, rights and privileges of a director elected by the shareholders.

Government may appoint one director.

10. The directors may annually appoint from among themselves an executive committee composed of at least three directors, for such purposes and with such duties as the directors by by-law determine; and the president shall be *ex-officio* a member of such committee.

Executive committee of directors.

11. The directors of the Company elected by the shareholders may make and issue as paid-up stock, shares in the Com-

Issue of paid up stock.