The said Company has been formed for the purpose of working and realizing upon the said properties and limits; but, in order to do so, the Company requires capital, and therefore the several parties aforesaid have by instrument dated the Eighth day of August, A. D., 1881, agreed to sell to the above Company the above valuable and remunerative properties for the total sum of $375,000, according to the terms and conditions contained in said agreement, payable by cash to the amount of $187,500, and an allotment of stock in said Company to the amount of $187,500; the aforesaid parties thus themselves retaining one-half in stock in the said Company. There will, therefore, require to be raised (over and above a sum required for working capital) the said sum of $187,500. With a working capital from this source of (say) $125,000, there will require to be raised in money $312,500. The paid-up capital at these figures will then be $500,000.

☞ Attention is drawn to the fact that the aforesaid parties handing over to the Company the said properties for $375,000, the Company become the owners thereof at the exceptionally low figure of $81\frac{1}{2}$ cents per 1,000 feet stumpage, *including* the mill property, mill-sites, plant, etc., etc.

The Company propose to cut 46,000,000 feet every year for 10 years, so as to clean the limits in 10 years' time from the commencement of operations.

Now a profit of $3 per 1,000 feet on a cut of 46,000,000 per year will realize each year........................		$138,000
OUT OF THIS		
Each year must be paid a dividend (say, 8 p. c.) on the paid-up Capital of $500,000....................	$40,000	
Also each year there must be laid aside a sum to form a Sinking Fund to repay the capital at the end of 10 years: the sum of $35,000, if laid aside each year for 10 years, will produce at 5 per cent. compound interest at the end of that time the sum of $497,237.37. To make sure provision let there be laid aside.................................	$40,000	
Also each year put the cost of management (while it certainly should not exceed $12,000) at..........	$18,000	98,000
And a balance is left each year of.................... after paying all dividends and expenses, and providing for Sinking Fund.		$40,000

It is proposed that "The Peterborough Real Estate Investment Company" shall be the financial agents of the Company, and entrusted with the investment and management of the Sinking Fund.