

similar thereto, and need not be before Notaries; and the registration at full length of a debenture, (without the interest *coupons* thereto attached,) in the said form in the Registry Office for the County of Montreal, which said registration, and of the loan to be made in virtue thereof, shall be held and deemed to be a valid registration of the said Railway, and of all the lands and property thereof in each County or locality through which the Railway may pass or lie, shall perfect the mortgage and hypothèque created by such debenture as regards all parties whomsoever, and the debenture and mortgage and hypothèque thereby created shall be to all intents and purposes binding upon the Company in favor of the holder of the debenture, and have the effect of mortgaging and charging all the lands and property of the Company without any other formal or particular description; but the description in the said Schedule A shall be held to comprehend all the lands and tenements of the Company, all wharves and buildings of every nature thereon, and all the immoveable estate belonging to the Company, including the rails and iron thereto affixed, any law or usage to the contrary notwithstanding: Provided always, that no debenture of the said Company shall be for a less sum than one hundred pounds currency.

Previous.

Directors may permit bondholders, to exchange bonds for stock.

V. It shall be competent for the Directors of the Company, previous to the issuing of the bonds and debentures by this Act authorised to be issued, to resolve that the holders of the same or any of them shall have the option, within seven years from the issuing thereof, to exchange them for an equal amount of stock in the Company, and thereupon, on the surrender of any bonds, the owner thereof shall be entitled to claim and receive at the par value thereof of fifty pounds currency each, so many shares in the Capital Stock of the Company, as may be equivalent to the amount of bonds so surrendered, but the Company shall not be bound to give any fractional part of a share, nor shall the party surrendering the bonds be entitled to any of the profits of the Company, except from the yearly balancing day next following the day of surrender, but he shall be entitled to interest on the surrendered bonds, up to the time when such right to share in the profits shall begin.

Recital.

Directors may increase Capital Stock of Company.

VI. And whereas it is necessary to the carrying out of the provisions in the last preceding section contained, that the Directors should be empowered to increase the Capital Stock of the Company, and it is also expedient, irrespective of such necessity or purpose, to confer on them absolutely the like power of increasing the said Capital Stock, if they should deem it advisable for the interests of the Company to do so. It shall be lawful for the Directors of the Company, at any time after the passing of this Act, by a resolution to that effect, to increase the Capital Stock of the Company by the sum of seventy-five thousand pounds currency, to be divided into one thousand five hundred shares of fifty pounds each, or by such less sum in shares of the like amount as they may judge expedient. Provided always, that no such resolution shall have force or effect until after its adoption at a special meeting of the Shareholders specially convened for that purpose.

Debentures marked "cancelled" to be entered as such in Register.

VII. If after the registration in a County Registry Office of a Debenture of the Company creating a mortgage or hypothèque, such Debenture shall be presented at the Registry Office wherein it was registered, with the word "*cancelled*," and the signature of the President or other duly authorized Director, or of the Secretary of the Company, written across its face, the Registrar or his Deputy, on receiving the same fee as hereinafter fixed for the registration of such Debentures, on