

Creditors may
subscribe for
Stock, which
may be increas-
ed by preferred
Stock accord-
ingly.

II. And be it enacted, that it shall and may be lawful for the present or future holders of the present Debentures and other Creditors of the said Company to subscribe for the Capital Stock in the said Company to the amount of their several and respective claims against the said Company ; and that in such case the Directors of the said Company shall and may by a By-Law or By-Laws increase the Capital Stock of the said Company to the amount so to be subscribed for, and that such increased Stock shall be preferred Stock upon which the said Company shall pay a sum, first, semi-annually, as shall be equal to Six per centum per annum before making any dividends or payments on other Capital Stock of said Company ; but said Six per centum per annum, so to be paid on such preferred Stock shall be in the nature of Dividends, and said Stock shall not share in further Dividends out of the profits made by said Company, until the Dividends on the remaining Stock shall annually amount to an equal sum of Six per cent. per annum ; after which all of which said Capital Stock shall share equally any profits over and above the amount of Six per cent. per annum.

5

10

15

20

Town of
Brantford may
lend its credit
to the Com-
pany, by issu-
ing Debentures
to the extent of
£40,000.

III. And be it enacted, that it shall and may be lawful for the Town of Brantford in its Corporate capacity to lend its credit to the said Grand River Navigation Company, by issuing the Debentures of the said Town, in such sum or sums as may be agreed upon, by and between the Directors of the said Company, or a majority of them, and the Town Council of the said Town of Brantford, to the extent of Forty Thousand Pounds, bearing interest not exceeding Six per cent. per annum ; such interest to be payable semi-annually, and the principal sum within Twenty Years ; such Debentures to be applied, firstly, in payment of the said debt, of the said Company, and secondly, in deepening the Channel of the said navigation and enlarging the lower Locks on the same to the required size ; that it shall not be necessary for the said Town Council of Brantford to advertize the intention of passing a Bye-Law granting such credit before granting the same ; and it shall be the duty of the said Council, in granting such credit, to pass a By-Law imposing a rate on all Taxable property of the said Town of Brantford as will provide for the payment of the said interest on such Debentures and the ultimate payment of the principal sum thereof in case the said Grand River Navigation Company shall for any cause be unable to pay the same ; and that such rate may be assessed on all the assessable property in the said Town of Brantford which may be in the said Town at the time of actually levying the same, but that the said assessments shall not be levied at any time excepting to supply any deficiency on the part of the said Grand River Navigation Company in paying the interest or principal sum of Forty Thousand Pounds.

25

30

35

40

45

50