

one call shall exceed twenty per cent on the shares subscribed, nor shall a greater amount than fifty per cent of the amount subscribed be called up in any one year.

Annual meeting.

7. The annual meeting of the shareholders shall be held on the second Wednesday in September in each year. 5

Election of directors.

8. At such meeting the subscribers for the capital stock assembled who have paid all calls due on their shares, shall choose five persons to be directors of the Company, one or more of whom may be paid directors.

Amount of bonds, etc., limited.

9. The Company may issue bonds, debentures or other securities to the extent of twenty-five thousand dollars per mile of the railway and branches, and such bonds, debentures or other securities may be issued only in proportion to the length of the railway constructed or under contract to be constructed. 01 15

Issue of bonds.

10. The Company may issue the bonds, debentures or other securities authorized to be issued by this Act, separately with respect to any specified section of its railway or branch or extension of its railway, or as to certain sections thereof combined, or on the whole line of railway of the Company, and such bonds, debentures or other securities if issued, shall, subject to the provisions contained in section 94 of *The Railway Act*, form a first charge upon, and be limited to, the particular branch or extension in respect of which the same are thus respectively issued, and upon the rents and revenues thereof and upon all the property of the Company appertaining or belonging to such section, branch or extension. 20 25

Time limited for construction.

11. [If the construction of the railway is not commenced and fifteen per cent of the amount of the capital stock is not expended thereon within two years from the passing of this Act, or if the railway is not finished within seven years from the passing of this Act, then the powers granted by this Act, shall cease and be null and void, as respects so much of the railway as then remains uncompleted.] 30

Agreement with another company.

12. The Company may enter into an agreement with the Spokane Falls and Northern Railway Company for leasing to such company, the railway of the Company hereby incorporated in whole or in part, or any rights or powers acquired under this Act, as also the franchises, surveys, plans, works, plant, material, machinery and other property to it belonging or for an amalgamation with such company, [and may also enter into an agreement for the purposes of forming any connection authorized by section 5 of this Act, or may make any traffic or other arrangements or agreement with the said Spokane Falls and Northern Railway Company;] the whole upon such terms and conditions as are agreed upon, and subject to such restrictions as to the directors seem fit; provided that each such agreement has been first approved by two-thirds of the votes at a special general meeting of the shareholders duly called for the purpose of considering the same, 35 40 45 50

Approval of shareholders and Governor in Council.