

viously in the *Canada Gazette*, and in one or more daily newspapers published in the said city of Belleville.

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

Number of directors.

Paid directors.

9. No person shall be elected a director of the Company unless he is a shareholder holding at least twenty shares in the stock of the Company, and has paid up all calls made thereon and then due.

Qualification.

10. The directors of the Company, under the authority of the shareholders to them given at any special general meeting called for the purpose in the manner hereinbefore mentioned, attended by shareholders in person or represented by proxy, who represent at least two-thirds in value of the subscribed stock of the Company, and have paid all calls due thereon, may issue bonds signed by the president or other presiding officer and countersigned by the secretary, which counter-signature and the signature to the coupons attached to such bonds may be engraved; and such bonds may be made payable at such times and in such manner, and at such place or places in Canada or elsewhere, and may bear such rate of interest as the directors think proper:

Issue of bonds.

11. 2. The directors may issue and sell or pledge all or any of the said bonds, at the best price and upon the best terms and conditions which at the time they may be able to obtain, for the purpose of raising money for prosecuting the said undertaking:

Disposal of bonds.

12. 3. The amount of such bonds so issued, sold or pledged, shall not exceed ten thousand dollars per mile of the said railway and branches, to be issued in proportion to the length of railway constructed or under contract to be constructed.

Amount limited.

13. 11. The Company may secure such bonds by a mortgage deed creating such mortgages, charges and incumbrances upon the whole of such property, assets, rents and revenues of the Company, present or future or both, as are described in the said deed; but such rents and revenues shall be subject in the first instance to the payment of the working expenditure of the railway:

Mortgage deed to secure bonds.

Working expenditure.

14. 2. By the said deed the Company may grant to the holders of such bonds, or the trustees named in such deed, all and every the powers, rights and remedies granted by this Act in respect of the said bonds, and all other powers, rights and remedies not inconsistent with this Act, or may restrict the bondholders in the exercise of any power, privilege or remedy granted by this Act, as the case may be; and all the powers, rights and remedies so provided for in such mortgage deed shall be valid and binding and available to the bondholders in manner and form as therein provided:

Powers granted by deed.

Validity of deed.