

The operation is illustrated as follows :—

A Holder say of 100 shares, or £2,500 of Consolidated Stock, will be entitled to have one-fifth—that is 20 shares or £500 Stock—cancelled, and to receive in lieu thereof Five hundred pounds in 7 per Cent. Debenture Capital at par, provided he subscribe for £500 more of the 7 per Cent. Debentures payable, in money, at the price of £80 for each £100, payable by four instalments.

The same proportions to be in all cases observed. Thus, a Holder of 5 shares, or £125 of Consolidated Stock, will have one share or £25 of Consolidated Stock cancelled, and will receive a 7 per Cent. Debenture certificate for £25, upon his subscribing for £25 of Debenture Capital in addition, which will be issued to him when he shall have paid £20 in four equal instalments. This 7 per cent. Debenture Certificate for £25, will be redeemable at par on the 1st of October, 1862.

The 7 per cent. Debenture Capital of the Company ranks immediately after the Company's Debentures. The Debentures have Interest Coupons attached to them, payable on the 1st of April and the 1st of October of each year. The interest on the Debenture Capital now to be issued will accrue from the 1st of October, 1858.

Applications on the accompanying Form, for the proportion to which each Shareholder registered this day in the Company's books is entitled, to be addressed to the Secretary not later than Saturday, the 15th inst.

The Letters of Allotment will be issued on Saturday, the 25th of September, 1858.

The sum of £80 for each £100 of the Debenture Capital subscribed for will be payable at Messrs. Glyn, Mills & Co., 67 Lombard Street, London, E.C., England, as follows, viz :—

£20 Sterling	on Wednesday,	the 20th of October,	1858,
20	“	on Saturday,	the 20th of November, 1858,
20	“	on Thursday,	the 20th of January, 1859,
20	“	on Thursday,	the 31st of March, 1859,

and so in like proportion for the Debenture Certificates.

Upon the Banker's Receipt for the first instalment being sent to the London Office of the Grand Trunk Company, together with the Certificates for amount of Consolidated Stock to be cancelled, the proportion of 7 per Cent. Debenture Capital to which the Shareholder is entitled will be remitted to him, together with a Certificate, upon which the further instalments are to be paid.

A rebate of 5 per Cent. will be made upon all instalments paid in advance.

By order of the Directors,

JOHN M. GRANT, *Assistant-Secretary.*

Offices of the Grand Trunk Railway Company of Canada.

MONTREAL, 6th September, 1858.