

under certain restrictions. bearing interest at a rate of not more than six per cent. per annum, under the following conditions and restrictions, to wit :

First,—The bonded debt of the Company shall never exceed the amount of stock actually paid up and invested in the Company's property.

Second,—A sufficient annual or semi-annual deposit from the net earnings of the Company shall be made in a well secured sinking fund, for the liquidation of the bonded debt at maturity; and no dividend on the Company's stock shall be declared or paid out until such deposit shall have been duly made.

Third,—The "Construction Account" of the Company, and all other charges to "Capital Stock," shall be closed forever on each division of the road opened for public traffic, within twelve months from the date on which such division shall have been so opened, except with the sanction of a majority of the stockholders, and of a majority of the bondholders, and then to the extent only and for the express purpose for which such sanction shall have been given.

Fourth,—All or any bonds of the Company shall be convertible at par into capital stock of the Company, at the option of the holders of said bonds.

Restrictions to be printed on bond. Fifth,—These conditions and restrictions shall be printed on the face of the Company's bonds, and shall be part and parcel of the Company's contract with the bondholders, and no other bonds or securities shall be issued by the Company bearing any mortgage on their property, nor shall any money be raised on mortgage of such property otherwise than on such bonds as aforesaid.

Breach on part of Chairman, &c., how punished. V. Any substantial breach or wilful equivocation on the part of the Chairman of the Board of the Directors of the said Company, or of any Director, agent or employee of the said Company, of any of the six conditions and restrictions set forth in section three of this Act, shall be held and is hereby declared to be a misdemeanour, punishable by imprisonment in for a term not less than , and not more than

Subscriptions how payable. VI. Subscriptions to the Capital Stock of the said Company may be made payable in cash or in land, labor or materials as may be agreed on with the Company or its agents, at the time of making such subscriptions.

Capital Stock, amount and number of Shares. VII. The Capital Stock of the said Company shall not exceed in the whole the sum of two hundred and fifty thousand pounds currency, to be divided into ten thousand shares of twenty five pounds each, which amount shall be raised by the persons above named or some of them together with such other persons or Corporations as may become subscribers towards such Stock; and the said money so raised shall be applied in the first place towards the payment and discharge of all fees and disbursements for procuring the passing of this Act, and for making the surveys, plans and estimates of the said Railway and connected therewith, and all the rest and remainder of such money shall be applied towards completing and maintaining the said Railway and other purposes of this Act, and to no other purpose whatsoever; Provided always, that until the said preliminary expenses connected with the said Railway, shall be paid out