

(2) Preference Stock in respect of which no election shall have been returned to the Company within the twenty-one day period aforesaid shall be redeemed on the terms aforesaid.

(3) The date of conversion and redemption shall be the thirtieth business day following the date of service of the said Notice of Election. On the date of conversion and redemption:—

(a) Preference Stock in respect of which an election for conversion as aforesaid shall have been duly received by the Company shall be deemed to be converted into Common Shares without nominal or par value in the capital of the Company at the rate aforesaid and the holders thereof shall be entitled, upon surrender of their respective Preference Stock Certificates to receive new Certificates evidencing their respective holdings of Common Shares and the dividend on their Preference Stock so converted accrued to the said date of conversion and redemption.

(b) Preference Stock in respect of which an election for redemption as aforesaid shall have been duly received by the Company and Preference Stock in respect of which no election shall have been received by the Company shall be deemed to be redeemed and the holders thereof shall be entitled upon surrender of their respective Preference Stock Certificates to receive the said redemption price therefor and the dividend accrued thereon to the said date of conversion and redemption.

(4) The Company shall give at least seven days notice to the holders of the Preference Stock specifying the place or places at which Preference Stock Certificates shall be presented for conversion or redemption as aforesaid. Such notice shall also give particulars of the manner in which the said redemption price and the said accrued dividend will be paid and may contain such further or other information as the Board of Directors of the Company think fit.

(5) Any notices given for the purpose of the Plan shall be deemed to be served on the day on which the same are placed in the post in the United Kingdom or in Canada.

Section 7.

(1) All Preference Stock redeemed pursuant to Section 6 shall be cancelled and on the date of redemption thereof the capital of the Company shall be reduced accordingly and shall consist of the aggregate of:

Issued: 1,930,000 Common Shares without nominal or par value resulting from the conversion of the like number of units of Two Shillings and Sixpence of Ordinary Stock as provided in Section 5, and the number of Common Shares