

share capital of the Company. he same rank and position as the lien of the Dominion held at the time of the passing of this Act; and the holders of the preferential stock hereby created, or of so much thereof as may from time to time be issued under the provisions herein contained, shall be entitled to receive out of the net profits of the Company interest at the rate of six per cent. per annum upon such preferential stock, before any dividends or interest whatever shall become payable out of the profits of the Company upon the said existing ordinary share capital; and if at any time hereafter, any surplus revenue applicable to dividend shall remain after the said ordinary stock has received six per cent. dividend, then such surplus shall be divided rateably between the holders of the said preferential and ordinary stock. (38 V. Can. c. 65, s. 8.)

Application of
any surplus
revenue.

10. It shall be lawful for the Directors of the Company to raise by the issue of preferential stock, part of that hereby created, at such prices as shall be obtainable for the same, so much money as shall be necessary for discharging the Government lien pursuant to the provisions in that behalf hereinbefore contained, and the first charge upon the proceeds of such preferential stock shall be the payment to the Government of the Dominion of the amount required for the discharge of the Government lien. (38 V. Can. c. 65, s. 9.)

Amount re-
quired to
discharge
Government
lien to be first
raised by such
stock.

11. It shall be lawful for the Directors of the Company to issue for the benefit of the Company the residue of the preferential stock hereby created, at such prices as shall be from time to time obtainable for the same, and in such amounts as the Directors may think proper, and to apply the proceeds of such issues to the general purposes of the Company properly chargeable to capital account; Provided, that no preferential stock in excess of the amount required for discharging the Government lien, as herein provided, shall be issued without the previous sanction of a special general meeting of the Company. (38 V. Can. c. 65, s. 10.)

Issue of resi-
due and appli-
cation of
proceeds.

Proviso.

12. The said preferential stock shall be and shall have all the incidents of personal estate, and shall be transmissible and transferable in any quantities, not involving fractions of a pound sterling, as nearly as may be in the same manner and subject to the same regulations as the share capital of the Company has hitherto been. (38 V. Can. c. 65, s. 11.)

Nature and
incidents of
such stock.

13. No share heretofore existing in the capital of the Company shall be transferred after the thirtieth June or thirty-first December next following the date when the payment to extinguish the lien of the Dominion shall have been made, but immediately after such thirtieth June or thirty-first December, all currency scrip issued in respect of such share capital shall be cancelled, and every corporation or person registered as a shareholder at that date, or then entitled to be so registered by virtue of a transfer previously executed, shall be registered for

Conversion
of currency
shares into
sterling shares:
and at what
rate.

Transfer of
currency