

Issue of paid
up stock.

4. [The directors of the Montreal and Southern Counties Railway Company hereafter called "the Company," may make and issue, as paid up stock, shares in the Company, whether subscribed for or not, and may allot and hand over such stock in payment of franchises, privileges and rights obtained by the Company or for services rendered in promoting its interests, or in any other manner deemed advisable by the directors, and such issue and allotment of stock shall be binding upon the Company and shall not be assessable for calls.] 5

Powers of
Company.

5. The Company may, for the purpose of its railway and in connection with its business,—

Vessels,
docks, etc.

(a.) build, charter, lease, purchase and operate steam, electric or other boats or vessels on any navigable waters reached by its lines of railway, and construct and maintain docks, wharfs and other buildings necessary for the use of the Company; 15

Pleasure
grounds.

(b.) lay out and maintain pleasure grounds, lease the same, contract with any person for their occupation and use and permit entertainments and exhibitions therein to induce and stimulate travel;

Land.

(c.) acquire lands, erect, use and manage works, and manufacture, erect and use machinery, cars and plant for the generation, transmission and distribution of electric power and energy; 20

Electricity.

Power houses.

(d.) build and maintain power-houses and stations for the development of electrical force and energy; 25

Patent rights.

(e.) acquire any exclusive rights in letters patent, franchises or patent rights for the purposes of its works and undertakings and again dispose of such rights;

Surplus
power.

(f.) sell or lease any surplus power which the Company may develop or require either as water-power or by converting the same into electricity or other force for the distribution of light, heat or power, or for all purposes for which electricity can be used. 30

Bridges.

6. The Company may construct or arrange the bridges required for its railway in such a way as to make them suitable for the passage of horses, vehicles and foot passengers, and in such case shall have the right to charge for the passage of such horses, carriages and foot passengers such tolls as shall be approved of by the Governor in Council and a notice showing the tolls authorized to be charged shall at all times be posted up in a conspicuous place. 35 40

Tolls.

Preference
stock.

7. The directors, under the authority of the shareholders to them given at a general meeting specially called for the purpose, at which meeting shareholders representing at least two-thirds in value of the capital stock of the Company are present or represented by proxy, may issue preference stock to an amount not exceeding one hundred shares of one hundred dollars each, per mile, that is to say, ten thousand dollars per mile for every mile of railway or branches to be constructed, entitling the holder thereof, in priority to all other shareholders, to an accumulative dividend payable thereon, at such rate not exceeding six per cent per annum as the directors see fit, out of the net earnings of the Company, after the interest on the first mortgage bonds is paid. 45 50