

Certain contracts to be subject to approval of the Governor in Council.

XXI. And be it enacted, That no contract shall be entered into by any Company, for the performance of work or the furnishing of materials for that part of their Railway for the making whereof the said Guarantee is to be granted, except with the approval of the said Board; that the said Board may suggest and the Governor in Council may impose upon the Company such further conditions as they may think requisite for guarding the Province against loss; and that the Guarantee may be granted to the Company from time to time, and as may be necessary to enable them to meet their engagements under such contracts as aforesaid, when the work has been performed to the satisfaction of the said Board.

Guarantee may on certain conditions extend to principal as well as interest.

XXII. And be it enacted, that the said Guarantee may, as regards those Companies whose Railways will form part of the said Main Trunk Line, and upon such conditions as the Governor in Council shall think fit, be extended to the payment of the principal of the sum guaranteed, as well as to the payment of the interest thereon, provided the bonds guaranteed are made payable at periods previously approved by the Governor in Council, or in his discretion Provincial Debentures for the amount to be guaranteed or any part thereof may be delivered to the Company in exchange for their bonds, for like sums, and the principal and interest whereof shall be made payable at like periods, or at such others as may be agreed upon; and for the principal and interest of such Bonds, the Province shall have the same priority of hypothec, mortgage and lien upon the Railway, tolls and property of the Company, as by the said Act is given for sums paid or guaranteed by the Province, and subject to the same provisions, and the said guarantee may be given either at once for the whole sum to be raised by the Company, or from time to time, and by portions as the same shall be required for carrying on the works, according to the terms and conditions which shall have been made in that behalf; Provided always that it shall be lawful for the Governor in Council, if he shall deem it expedient and consistent with the interests of the Province, and the due maintenance of the Public credit, to grant the same advantages, or any of them, to the "Ontario, Simcoe and Huron Railroad Union Company," as he may under this section grant to Companies whose Railways form part of the said main Trunk Line of Railway; And provided also that one of the conditions on which the benefit of this section shall be granted to any Company, shall be that no By-law of such Company imposing Tolls or affecting others than the Company have force or effect until approved by the Governor in Council, and that no such By-law shall remain in force for more than three years from the passing thereof, so that such By-laws may be subject to periodical revisions by the said Governor in Council,

Proviso.

Proviso.