

Directors.

6. The number of directors shall be not less than five nor more than nine, one or more of whom shall be paid directors.

Line of railway described.

7. The Company may lay out, construct and operate a railway from a point in the province of British Columbia at or near where Kishinena Creek crosses the International Boundary Line, thence northeasterly by the most feasible route through Akinina or South Kootenay Pass to a point at or near the head of the Waterton Lakes, thence northerly and following the Waterton River to a point at or near its junction with Foothill Creek, thence westerly through Pincher Creek to Lundbreck, thence northerly and west of the Porcupine Hills, by way of Pekisko, Black Diamond and Priddis, to the city of Calgary. 5 10

Issue of securities.

8. The securities issued by the Company shall not exceed fifty thousand dollars per mile of the railway, and may be issued only in proportion to the length of railway constructed or under contract to be constructed, and notwithstanding anything in section one hundred and thirty-two of *The Railway Act* contained, such securities may bear interest at the rate of seven per cent. 15 20

R.S., 1927, c. 170.

Agreements with other companies for sale, lease or amalgamation.

9. Subject to the provisions of sections one hundred and fifty-one, one hundred and fifty-two and one hundred and fifty-three of *The Railway Act*, the Company may, for any of the purposes specified in the said section one hundred and fifty-one, enter into agreements with the Western Dominion Railway Company. 25

R.S., 1927, c. 170.

Preference stock.

10. (1) The Company, if previously authorized by a resolution passed by the ordinary shareholders at any annual meeting or at any special general meeting duly called for that purpose, at which meeting shareholders representing at least three-fourths in value of the subscribed ordinary stock of the Company are present or represented by proxy, may issue any portion of its capital stock as preference stock, and preference stock so issued shall have such preference and priority as respect dividends or otherwise, over ordinary stock as is declared by such resolution. 30 35

Holders to be shareholders.

(2) Holders of such preference stock shall be deemed to be shareholders within the meaning of this Act and of *The Railway Act*, and shall, in all respects other than the preference and priority provided by this section, possess the rights and be subject to the liabilities of such shareholders. 40

R.S., 1927, c. 170.

Electric and other power.

11. Subject to the provisions of section three hundred and sixty-eight of *The Railway Act*, the Company shall have power to generate, acquire, use, transmit and distribute 45

R.S., 1927, c. 170.