

of such stock shall not be entitled to any cumulative preference in ranking for dividends upon the net profits of the next or any succeeding year, and the deficiency of any year shall not be paid or made good out of the income of any succeeding
5 year.

3. Any profits remaining after payment of the dividend upon the preference stock, and divisible among the holders of ordinary stock as dividend (subject to the provisions of section 70 of *The Railway Act*), shall be divided amongst the
10 holders of ordinary stock. Dividends to ordinary stockholders.

4. The Company may, by by-law, make provision for the registration of the holders of the capital stock, the form and mode of transfer and all other regulations in reference thereto. Transfers of stock.

5. Every holder of preference and ordinary stock shall
15 have one vote for each twenty pounds of stock held by him, subject to the regulations of the Company from time to time in force requiring registration, and all the provisions of *The Railway Act* shall apply to holders of twenty pounds and upwards of capital stock as if they were shareholders. Voting.

20 7. The capital stock of the Company may be increased from time to time in the manner hereinafter provided. The additional stock so authorized to be created may be either preference or ordinary stock, or may consist partly of preference and partly of ordinary stock, and may be issued upon
25 such terms and conditions, and with such rights, privileges and priorities annexed thereto, as may be sanctioned by the stockholders. The amount of such increase and the proportion which shall be issued as preference stock or ordinary stock, respectively, and the terms and conditions upon which the
30 same shall be issued, and the rights, privileges and priorities to be annexed thereto, shall be fixed and determined by a by-law of the directors, which shall be subject to the approval of the Governor in Council; provided that the said by-law shall have been first sanctioned by a vote of two-thirds in
35 amount of the stockholders who are present or represented, by proxy at a meeting expressly called for that purpose by a notice in writing to each stockholder, delivered to him personally, or properly directed to him and deposited in the post office, at least twenty days previous to such meeting, stating
40 the time, place and object of such meeting and the amount of the proposed increase, and the proceedings of such meeting shall be entered in the minutes of the proceedings of the Company, and thereupon the capital stock may, with such approval, be increased to the amount sanctioned by such vote. Power to increase capital.

45 8. Any additional capital authorized to be issued under the powers contained in section 7 of this Act may be called up by the directors from time to time as they deem necessary, but no one call shall exceed fifty per cent on the stock subscribed. Calls on new capital stock.

50 9. The directors may, from time to time, set aside out of the profits of the Company such sums as they think proper as reserved funds to meet contingencies, or for equalizing dividends, or for repairing, maintaining, renewing or extending any property or works belonging to or connected with the Reserve fund.