

An Act respecting the Grand Trunk and the Montreal and Champlain Railway Companies.

**W**HEREAS the Montreal and Champlain Railway Company <sup>Preamble.</sup> have under the provisions of an Act of the Legislature of the late Province of Canada, 27-28 Victoria, chapter 85, section 5, sold to the Grand Trunk Railway Company of Canada the entire 5 lines, assets, rolling stock, franchises, corporate property, shares and rights of the said Montreal and Champlain Railway Company, for the sum of Five hundred thousand dollars, upon the terms and conditions in the said clause expressed: And whereas the Grand Trunk Railway Company of Canada, for 10 the purpose of enabling them to carry out and complete the terms of the said sale and purchase, desire to create a third mortgage upon the property rights and franchises so sold, upon the terms and conditions hereinafter expressed; and also desire to have power to consolidate the said three mortgages upon the said 15 Montreal and Champlain Line, and in place thereof to create a mortgage upon the terms hereinafter expressed; And whereas the said two Companies have, by their respective petitions, prayed that an Act may be passed granting the powers required for the purposes aforesaid, and it is expedient to grant the prayer of the 20 said petition: Therefore Her Majesty, by and with the advice and consent of the Senate and House of Commons of Canada, enacts as follows:—

1. In this Act the words "Champlain Company" shall mean <sup>Interpretation.</sup> The Montreal and Champlain Railway Company, and the words 25 "Grand Trunk Company" shall mean The Grand Trunk Railway Company of Canada.

2. It shall be lawful for the Grand Trunk Company, for the 30 purpose of raising the money to make the payments provided for in the said Act 27-28 Victoria, chapter 85, section 5, or otherwise satisfying the same, to create a third mortgage upon the entire lines, rolling stock, franchise, and corporate property so purchased from the Champlain Company; for a sum not to exceed 35 five hundred thousand dollars, and bearing interest at the rate of not to exceed seven per centum per annum, and to issue, under the said mortgage, bonds in such sums as they may find most desirable, and with interest coupons attached, which bonds and coupons may be made payable at such times and in such places, and in Canadian or sterling money, as may be 40 thought most expedient; and the said mortgage and the bonds issued thereunder, and the interest payable thereon, shall be a third charge and lien upon the whole of the lines, rolling stock, franchises, and corporate property so purchased, as authorized in said fifth section of said Statute above mentioned.

3. The said mortgage so to be created may be guaranteed by 45 the Grand Trunk Company in such way and on such terms as <sup>Grand Trunk Company may</sup>