

that the interest on the third preference stock shall, when it is earned, be at the rate of four and one-half per centum, and on the fourth preference stock, four per centum per annum, until the ordinary stock of the Company is paid from the net earnings, three per centum per annum; and that thereafter the said preferences, in their order, shall receive out of the net earnings of the Company, one per centum per annum in addition to the rates before mentioned, and that afterwards, all beyond this, shall be paid to the ordinary stock of the Company:

10 And whereas by the method above stated, the funds required to change the gauge of the railway, and put it in a complete state of repair and equip it in all respects, can be more advantageously raised, and the Company have prayed that, subject to the consent and approval of the bond, stock and shareholders of the Company, to be given as hereinafter provided, power shall be given them to adopt and carry out the said proposed plan, in lieu of that in the first five sections of this Act contained therefore, after paying working expenses as defined by the *Grand Trunk Arrangements Act, 1862*,—

20 (1.) The said first and second preference bonds of the Company, shall hereafter bear interest at the rate of five per centum per annum, payable in cash, until the other interests hereinafter mentioned are paid, when the said interest shall be increased to the extent hereinafter expressed.

25 (2.) The interest on the third and fourth preference stock, shall be as follows:—on the third, four and one-half per centum per annum; and on the fourth, four per centum, when the net earnings in any year will permit of the payment of such dividends:

30 (3.) And so soon as the net income of the Company, applicable to that purpose is more than enough to pay three per centum per annum on the ordinary stock of the Company, the said first and second preferential bonds; and the third and fourth preference stock, shall be paid in the respective order of the said preferences, as the funds shall be available, each, one per centum per annum additional to the rates above in this section specified and no 35 more; and all surplus earnings after such increased dividends to the preference bonds and stocks shall go to the common stock.

7. To carry out the foregoing provisions as set forth in section six of this Act, a special general meeting shall be called before the first day of September, 1873, in the manner provided in 40 the 39th section of the Act of the late Province of Canada, 25 Vict., cap. 56, known as the *Grand Trunk Arrangements Act, 1862*," and if such special meeting, by the majority in the said section mentioned, approves the said plan, then sections one to five of this Act, both inclusive, shall be considered null and void, 45 and section six shall be binding upon the Company; but in the event of the said special general meeting not approving such plan, then section six shall be null and void, and sections one to five shall be in full force and effect; the evidence of the approval or the reverse, of said special meeting being certified as provided 50 by section 39 of 25 Victoria, cap. 56.

8. Except as in this Act otherwise provided, and subject thereto, the several enactments of *The Grand Trunk Arrangements Act, 1862*," so far as the same shall not have been already carried into effect, and the rights and priorities declared by that 55 Act, shall be and remain in full force.