

ronto and the County of Simcoe, as by law provided, shall form the Board of Directors of the said Company; And the scale of votes for such election of Directors, so far as the stockholders or proprietors are concerned, shall be in the proportion now provided by law; and each holder of such consolidated bonds shall vote in the proportion of one vote for every one hundred pounds of bonds held by him.

Scale of voting.

VIII. The proceeds of the said consolidated bonds mentioned in the third section of this Act shall (as the same are realized) be forthwith deposited with the Receiver General if negotiated in the Province of Canada, or with the Provincial Agents in London if negotiated in Great Britain, and shall be released to the Company, by the order of the Governor in Council, in such amounts as may be necessary from time to time to meet the floating liabilities of the said Company, and the expenditure to be incurred in the extension and completion of the works of the said Company as mentioned in the said third-section; subject however to such regulations and restrictions to ensure the due and proper application of the funds to the purposes intended by this Act as to the Governor in Council may seem expedient.

Application of proceeds of preferential Bonds.

IX. It shall be lawful for the said Company to lease the said Road for any term not exceeding ten years, to any person or persons, company or companies, upon such terms and conditions as to the Directors may seem meet; subject, however, to the approval of three-fifths of the votes given by the shareholders present in person or by proxy at any special general meeting convened for the purpose, (notice of the object of such meeting having been given), and subject also to the approval of the Governor in Council.

Company may lease the railway for ten years; by consent of a general meeting.

X. On condition and provided that the proceeds of the said consolidated bonds mentioned in the third section of this Act, shall be deposited with the Receiver General of this Province, or the Provincial Agent in London, to be released in the manner and for the purposes, set forth in the eighth section of this Act; the Province shall forego all interest on its claim against the Company, until the earnings and profits thereof shall be sufficient to pay the following yearly charges:

Province to forego its claim for a certain time on certain conditions. Prior charges:

1. All expenses of managing, working, and maintaining the said Railroad, and the works and plant of the said Company.

Current expenses.

2. All interest on the bonds of the Company, other than those in the hands of the Provincial Government.

Interest except to the Province.

3. A dividend of six per cent, on the paid up share capital of the said Company, in each year in which the surplus-earnings shall admit of the same.

Dividend of six per cent,

And then, in each year in which there shall be a surplus over the above named charges, such surplus shall be applied to the payment of the interest on the Provincial Loan, accruing in such year: The bonds and share Capital therein mentioned, shall be held to include and consist of the consolidated six per cent. Bonds hereinbefore mentioned, and the bond fide paid up capital of the said Company.

and then interest to the Province: &c.

XI. This Act shall be deemed a public Act.

Public Act.