

sent to, and confirm, the first lien and charge upon the said property and assets, declared to be created by the said Act. And as further security for such re-payment, the Government shall continue to hold and retain the entire amount of land grant bonds now in its custody or possession, subject to redemption under the terms of the mortgage created by the Company upon its land grant, to secure the said land grant bonds, and with all remedies as to interest, voting power, and all other matters in respect thereof, which would be held or possessed, or could be exercised, by any purchaser of the said bonds.

10. All Moneys received by the Government from the Trustees of the land grant bonds, in redemption of such bonds, shall be applied as follows, that is to say: All moneys so received in respect of ten million dollars of the said bonds shall be applied, firstly, in extinction of the interest accrued and due upon the said loan, and upon the said sum of seven million three hundred and eighty thousand nine hundred and twelve dollars; secondly, on account of the capital of the said sum of seven million three hundred and eighty thousand nine hundred and twelve dollars; and thirdly, on account of the capital of the said loan.

11. And the remaining five million dollars of land grant bonds, and the money received from the Trustees of the land grant mortgage, in redemption of the last mentioned bonds, shall continue to be held on the conditions and for the purposes mentioned in the said Contract.

So soon as the entire issue of the said land grant bonds have been redeemed, the Government shall have the right to require the Company to convey the whole of the land grant then remaining unsold, whether earned or not earned, to the same or other Trustees, as shall be agreed upon between the Government and the Company, and failing such agreement, to such Trustees as shall be named by the Government upon trust to continue to act with