

Railway Company upon amalgamation, and so far as not required for that purpose for any object within the charter of either of the amalgamated Companies additional ordinary stock to an amount equal to the total unissued amount of the authorized share capital of the Northern Extension Railways Company ;

3. All debts due from liabilities of and contracts subsisting with the Northern Extension Railways Company, shall become debts due from liabilities of and contracts subsisting with the Northern Railway Company of Canada.

26. When any agreement for amalgamation shall have been sealed and approved as aforesaid, it shall be lawful for either of the said Companies to apply in a summary manner to the court of chancery of the Province of Ontario, for a declaration that such agreement is within the provisions of this Act, and upon such declaration being made, the said agreement shall take effect and have force as if an Act of the Parliament of the Dominion had been passed in the same words.

27. The Company shall have power to change the gauge of its railway to a width of not less than four feet and eight and one-half inches.

## PART II.

28. And whereas subject to the proviso herein contained, it is expedient that shareholders of the Company should have a limited time within which to provide the amount necessary to free the Company from the debt due to the Government, and should have an opportunity to provide for the improvement of the position and prospects of the Company by the expenditure of new capital thereon ; it is hereby further enacted that if on or before the first day of January next, or within such extended time as his Excellency the Governor General shall grant by any Order in Council, the holders of shares in the capital stock of the Company shall subscribe to the satisfaction of the Governor General in Council, for new stock therein to at least the amount of two hundred thousand pounds sterling, and shall also pay to the Receiver General of Canada or to the Financial Agents of the Dominion of Canada in England, the sum of one hundred thousand pounds sterling, such payment shall be accepted and shall operate as a full discharge of all principal money and interest due or owing from the Company to the Government, as well in respect of the said second and class B third preference bonds as in respect of the lien of the Dominion for four hundred and seventy-five thousand pounds sterling, and thereupon the shareholders so making such payment shall be entitled to a transfer and delivery from the Government of the said second and class B third preference bonds of the Company.

29. If within the time provided under the last preceding section for the making of such payments, of the sum of one hundred thousand pounds sterling, the shareholders making such payment shall also pay to the said Receiver General or Financial Agents the further sum of ten thousand pounds sterling, the said further sum or whatever portion thereof may be required for the purpose shall be applicable to the payment to the holders of share capital of the company, not joining in the said subscription and payment to the government, to the extent of one dollar for each share of five pounds currency in the said share capital held by them or any of them at the time of the passing of this Act ; And immediately after the payment in of the said further sum of Ten thousand pounds sterling, under this section as aforesaid all the shares in the said capital stock held by persons not joining in the said subscription and payment to the government under the last preceding section shall be extinguished and become null and void, except that the holders thereof, shall in lieu thereof hold a claim against the said sum of Ten thousand pounds, in the hands of the said Receiver General or Financial Agents to the extent of one dollar for each share of five pounds currency held by them at the time of the passing of this Act, and such