

puted, so long as no default was made, at 4 per cent. ; but if default were made, five per cent. to be allowed, and after twelve months of default the Government to take over the property covered by the mortgage, and to administer the same for the benefit of the bondholders generally ; (5) for repayment of the rest of the loan, the Government to have a first lien on the outstanding land grant bonds and of the unsold land, and if this be not sufficient upon the revenue of the Company after fixed charges have been paid, any additional receipts from lands to be additional security for the repayment of the \$20,000,000 ; (6) the Government to make a temporary loan of \$5,000,000, to be repaid on or before 1st July, 1886, with four per cent. interest, \$3,000,000 of bonds to be held as security ; (7) if there is a prospect of an American line eastward to Sault Ste. Marie the Government may release the Algoma branch from the lien of the Act of 1884, and may authorize the mortgaging of that line in order to raise money. A number of amendments were moved, but only slight modifications were made in the original bill which was passed.
