

APPENDIX No. 1

loan of \$1,000 viz., \$32.50, would be collected every six months. The difference between the interest requirement of 5½ per cent. on the sum due at any given time and the 6½ per cent. on the total borrowing would be credited as an instalment on the principal. The following table will show how it would work out in this particular case:

Principal, \$1,000. Rate, 5½ per cent. Semi-annual Instalments, \$32.50. Final Instalment, \$32.42.

Amortization Table				Amortization Table			
No.	Interest	Principal	Balance	No.	Interest	Principal	Balance
	\$ cts.	\$ cts.	\$ cts.		\$ cts.	\$ cts.	\$ cts.
1.....	27 50	5 00	995 00	35.....	19 92	12 58	711 92
2.....	27 36	5 14	989 86	36.....	19 58	12 92	699 00
3.....	27 22	5 28	984 58	37.....	19 22	13 28	685 72
4.....	27 08	5 42	979 16	38.....	18 86	13 64	672 08
5.....	26 93	5 57	973 59	39.....	18 48	14 02	658 06
6.....	26 77	5 73	967 86	40.....	18 10	14 40	643 66
7.....	26 62	5 88	961 98	41.....	17 70	14 80	628 86
8.....	26 45	6 05	955 93	42.....	17 29	15 21	613 65
9.....	26 29	6 21	949 72	43.....	16 88	15 62	598 03
10.....	26 12	6 38	943 34	44.....	16 44	16 06	581 97
11.....	25 94	6 56	936 78	45.....	16 01	16 49	565 48
12.....	25 76	6 74	930 04	46.....	15 55	16 95	548 53
13.....	25 58	6 92	923 12	47.....	15 08	17 42	531 11
14.....	25 38	7 12	916 00	48.....	14 61	17 89	513 22
15.....	25 19	7 31	908 69	49.....	14 11	18 39	494 83
16.....	24 99	7 51	901 18	50.....	13 61	18 89	475 94
17.....	24 78	7 72	893 46	51.....	13 09	19 41	456 53
18.....	24 57	7 93	885 53	52.....	12 56	19 94	436 59
19.....	24 35	8 15	877 38	53.....	12 01	20 49	416 10
20.....	24 13	8 37	869 01	54.....	11 44	21 06	395 04
21.....	23 90	8 60	860 41	55.....	10 86	21 64	373 40
22.....	23 66	8 84	851 57	56.....	10 27	22 23	351 17
23.....	23 42	9 08	842 49	57.....	9 66	22 84	328 33
24.....	23 17	9 33	833 16	58.....	9 03	23 47	304 86
25.....	22 91	9 59	823 57	59.....	8 38	24 12	280 74
26.....	22 65	9 85	813 72	60.....	7 72	24 78	255 96
27.....	22 37	10 13	803 59	61.....	7 04	25 46	230 50
28.....	22 10	10 40	793 19	62.....	6 34	26 16	204 34
29.....	21 81	10 69	782 50	63.....	5 62	26 88	177 46
30.....	21 52	10 98	771 52	64.....	4 88	27 62	149 84
31.....	21 22	11 28	760 24	65.....	4 12	28 38	121 46
32.....	20 91	11 59	748 65	66.....	3 34	29 16	92 30
33.....	20 59	11 91	736 74	67.....	2 54	29 96	62 34
34.....	20 26	12 24	724 50	68.....	1 71	30 79	31 55
				69.....	0 87	31 55

The form of note taken in this case by the bank is as follows, and it is held along with a mortgage registered against the property of the borrower:—

Loan No.....
19....

\$1,000.00

For value received.....promise to pay to the order of THE FEDERAL LAND BANK OF SAINT PAUL at its office in the city of St. Paul, Minnesota, the sum of

ONE THOUSAND DOLLARS

with interest at the rate of five and one-half per cent per annum, payable semi-annually in manner and form as follows:

In sixty-eight semi-annual instalments of
 THIRTY-TWO DOLLARS AND FIFTY CENTS

each, payable on the.....day of.....and.....in each year, and a final instalment of