

(b) build and maintain power houses and stations for the Power houses development of electrical force and energy ;

(c) acquire exclusive rights in letters patent, franchises, or Patent rights. patent rights, for the purpose of the works and undertakings

5 hereby authorized, and again dispose of such rights ;

(d) sell or lease any surplus power which the Company Surplus power. may develop or acquire, either as water power or by converting the same into electricity, or other force for the distribution of light, heat, or power, or for all purposes for which elec-
10 tricity can be used, with power to transmit the same.

10. The Company may receive from any government or Aid to Company. person in aid of the construction, equipment or maintenance of any of its works, grants of land, bonuses, loans or gifts of money or securities for money, and may dispose of the same,
15 and may alienate such property as is not required for the purposes of the Company.

11. The Company may, under the authority of the ordin- Preferred stock. ary shareholders given at a special general meeting duly called for that purpose (at which meeting shareholders representing
20 at least two-thirds in value of the stock are present or represented by proxy) issue any portion of its capital stock as preferred stock, and such preferred stock shall have the special incidents and privileges defined by the following paragraphs, that is to say :—

25 (a) The profits of each year shall be first applied to pay a Preferential dividend. cumulative preferential dividend at a rate not exceeding six per cent per annum :

(b) The residue of surplus profits applicable for dividend in Ordinary dividend. each year shall be divided among the holders of the ordinary
30 shares :

(c) Nothing herein contained shall prejudice or limit the Application of profits. powers or discretion of the directors as to the time or mode of application and distribution of profits, or as to the setting aside of profits for a reserve fund and depreciation accounts :

35 (d) The holders of the said preferred stock shall also be Return of capital. entitled to the preferential payment of the amount paid up on their shares out of the assets available for the return of capital, in priority to any return of capital in respect of ordinary shares in the Company ; and, subject thereto, the residue of
40 such surplus assets shall belong to, and be divided among the ordinary shareholders.

2. The holders of such preferred stock shall have and en- Rights of preferred stockholders. joy the rights, privileges and qualifications of holders of capital stock for voting at all meetings of the shareholders and for the
45 purpose of becoming directors.

12. The directors, under the authority of a resolution of the Bond issue on Company's property generally. shareholders passed at the first general meeting of the shareholders, or at any special general meeting called for that purpose, or at any annual meeting at which shareholders repre-
50 senting, at least, two-thirds in value of the issued capital stock of the Company are present or represented by proxy, may from time to time, at their discretion, borrow money for the purposes of the Company, and may issue bonds or debentures in respect of the same, and secure the repayment of the said moneys in