

3. A speculator sold 40 shares of Hochelaga Bank stock at 147, brokerage $\frac{1}{8}\%$, and tax 2c. Find the net proceeds of the sale.

4. I sell 30 shares of Montreal Bank stock at 224, brokerage $\frac{1}{8}\%$, tax 2c. Find the net proceeds.

5. I bought 15 shares of Quebec Bank stock when it was quoted at 135, brokerage $\frac{1}{8}\%$, and sold it at 142, brokerage $\frac{1}{8}\%$, tax 2c. What was my net gain?

NOTE.—Fractions of a share cannot be bought.

6. How many shares of Hochelaga Bank stock, at 146, can be bought for \$5 000, brokerage $\frac{1}{8}\%$?

7. I bought 30 shares of Crown Reserve at 172, brokerage $\frac{1}{8}\%$, and sold them at 175, brokerage $\frac{1}{8}\%$, tax 2c. Find my gain.

8. The Bank of Montreal pays semiannual dividends of 5%. What is my yearly income on 15 shares of stock?

9. The Canadian Pacific R. R. issues quarterly dividends of $2\frac{1}{2}\%$. What is my yearly income on 25 shares of stock?

10. I bought 10 shares of Hochelaga Bank stock at 145, brokerage $\frac{1}{8}\%$, received thereon a dividend of 9%, and then sold out at 147 brokerage $\frac{1}{8}\%$, tax 2c. What was my total gain?

BONDS.

381. *Bonds* are written promises, made under seal, to pay a certain sum of money at a specified time. When the Government, or a municipality, or any incorporated company wishes to borrow a considerable sum of money for some enterprise, bonds are prepared and sold. These bonds are simply *promissory notes* issued under seal. They bear a fixed rate of interest payable annually, semiannually, or quarterly. Some bonds are called *debentures*.

Government and municipal bonds rest upon the honor of the country or city that issues them. Commercial bonds are secured by mortgage on the property of the corporation issuing them; this means that the holders of the bonds may sell the property mortgaged if the bonds and the interest are not paid.

382. **DIFFERENCE BETWEEN STOCKHOLDERS AND BONDHOLDERS.**—The stockholders are the *owners* of a corporation; the bondholders are its *creditors*, that is, its money lenders. The