

7. The Company agrees to transfer the earnings of the elevator to the Commissioners to the extent of six thousand dollars per annum. If there is a deficit of the earnings of the elevator during the existence of the guarantee, and if such earnings are inferior to the amount of the said guarantee during any year of its duration, then the Commissioners shall have a recourse against the Company for such deficit or deficits.

It is also agreed if the said earnings aggregate an amount exceeding six per cent of the bond issue about to be made by the Company, the surplus over such percentage shall be deposited under the direction of the Commissioners and shall form a reserve fund which may be drawn upon when the net earnings of the elevator shall not be sufficient to pay six per cent on the said bond issue, in which case the reserve fund shall be used to pay such interest as may be due on the bonds.

The Commissioners will have at any time by their officers or by any one appointed for that purpose the right of examining and verifying all the receipts and disbursements of the elevator.

8. The Company shall have the right to transfer the privileges granted them by the above clauses to an elevator company or other corporation or firm to be approved of by the Commissioners.

9. This agreement, in so far as it provides for a guarantee of interest upon two hundred thousand dollars is subject to the Commissioners receiving power from the Parliament of Canada to execute the same.

10. The Commissioners hereby grant exemption from all harbour dues for a period of five consecutive years to the first Ocean Steamship Company, running under traffic agreement in connection with the Great Northern Railway, which will make Quebec its terminal point and load here full cargo of grain and other produce from Parry Sound or points on the Great Northern Railway, such exemption to cover all dues levied by the Commissioners, on vessel or cargo, except the usual charge for the use of the tracks on the dock, and the usual tariff for such portion of the cargoes as may make use of the freight sheds built or to be built on the docks or other property of the Quebec Harbour Commissioners, and also excepting the import and export dues of a tenth of one per cent on value of inward and outward cargoes. Sailing of such steamships to be not less frequent than once a fortnight during the season of navigation and conditionally upon an agreement being entered into by the Railway Company with a line of steamers to carry out this obligation and the service commenced within six months from the date of this agreement.

10a. The said Company shall be obliged to insure the said elevator, in a fire insurance company approved by the Commissioners, to the amount of not less than one hundred and twenty thousand dollars, and in case of failure on the part of the Company to effect such insurance, as soon as the liability of the Commissioners begins hereunder, then the said Commissioners shall have the right to do so, to the said amount at the expense of the Company, the amount of the said insurance to be reduced to the extent of the liability of the said Commissioners.