(b) Secondly, as far as it will extend in repayment as at the date of conversion of

(c) Secondry, as far as it will extend in repayment as at the date of conversion of the principal secured by the existing securities.
(2) Interest up to the date of conversion on any existing securities so repaid in accordance with paragraph (b) of the last preceding subclause shall be paid by the local authority out of the local fund.

### SECURITIES HELD BY TRUSTEES.

20. The provisions of sections twenty-two, twenty-three, and twenty-four of the New Zealand Debt Conversion Act, 1932-33 (relating to the adjustment of premiums as between capital and income and to the powers of trustees and other persons in relation thereto), shall apply with respect to existing securities converted into new securities in accordance with this Order in the same way as they apply with respect to securities converted under that Act, save that the references in the said section twenty-two to the first day of April, one thousand nine hundred and thirty-three, shall be construed as references to the day following the date of conversion.

### ADDITIONAL SECURITY.

21. (1) Where the local authority has heretofore executed in favour of the holder of any existing securities issued in respect of the loan referred to in the First Schedule hereto any deed of mortgage or charge over any of its property or revenues, the local authority shall on the conversion of such loan, if so required by such holder, execute in his favour by way of additional security for the new securities and unconverted securities in respect of such loan a new deed of mortgage or charge corresponding as

nearly as circumstances will permit to the terms of the existing deed.

(2) On the execution of any new deed pursuant to the last preceding subclause the existing deed shall be surrendered to the local authority and be deemed to be cancelled.

#### BROKERAGE.

22. The local authority shall not, in respect of the conversion into new securities of any existing securities to which this Order applies, enter into any contract for the payment of brokerage at a rate exceeding one-quarter per centum of the amount of such

### FIRST SCHEDULE.

#### LOAN TO BE CONVERTED.

Name.	Amount.	Rate of Interest.		Date of Maturity.
		Original.	Existing.	Date of Maturity,
Tauranga Hospital Board Loan	£ 12,500	Per Cent.	Per Cent. 4 <sup>4</sup> / <sub>5</sub>	1st June, 1943.

## SECOND SCHEDULE.

### FORMS.

## (1) Notice.

## $[Name\ of\ local\ Authority.]$

Conversion under the Local Authorities Interest Reduction and Loans Conversion Act,

1932-33, and the Loan Conversion Order, 19, of debentures or other securities issued in respect of the following loan [Particulars of loan].

Notice is hereby given to the holders of debentures or other securities issued by the [Name of local authority] in respect of the above-mentioned loan that it is intended to convert all such debentures or other securities (except those in respect of which dissent is duly signified) into new debentures having new maturity dates and bearing interest

at 44 per cent. per annum.

The conversion will take effect from [Date of conversion].

Application for conversion must be made in writing and be accompanied by the securities to which it relates.

Dissent from the conversion of any existing debentures or other securities may be signified by the holder by notice in writing delivered to [Name or designation and address of at least one person authorized to receive dissents] on or before the day , 19 . If notice of dissent from the conversion of any debentures or other securities is not

received by that date the securities will be converted.

The rate of interest on any debentures or other securities in respect of which dissent is signified as aforesaid will, by virtue of section 18 of the above-mentioned Act, be reduced

to two-thirds of the original rate as from the [Date of conversion].

Further particulars as to the new debentures and the conversion generally may be obtained from [Name or designation and address of at least one person authorized to give

particulars.]
Dated the

day of

, 19 .

, Chairman.

No.

# (2) New Debenture.

## [Name of local authority], New Zealand.

New debenture, issued pursuant to Part II of the Local Authorities Interest Reduc-New debenture, issued pursuant to 1 at 11 of the local Authorities interest the duction and Loans Conversion Act, 1932–33, and the Loan Conversion Order, 19.

New debenture for £ , payable at , in New Zealand, on the day of , 19 , issued by the [Name of local authority], New Zealand, under the above-mentioned Act and Order pursuant to a resolution passed and confirmed by the said Council [or Board, or as the case may be] as provided by section 9 (2) of the said

(N.B.—The holder of this debenture has no claim in respect thereof upon the Government or public revenues of New Zealand.)

On presentation of this debenture at , in New Zealand, on o day of , 19 , the bearer thereof will be entitled to receive £ Issued under the common seal of the in New Zealand, on or after the

the

day of

, 19 A.B., Chairman.

C.D., Treasurer [or other officer appointed for the purpose].