

Commissioners thereof, so far as it will extend, in or towards the following payments in the following order of priority, namely:—

- (a) First, in transferring to the Commissioners of the sinking fund hereinbefore required to be created for the unconverted securities issued in respect of such loan a sum which bears the same proportion to the amount of such existing sinking fund at the date of conversion as the aggregate amount of principal secured by such unconverted securities bears to the aggregate amount of principal secured by all the existing securities in respect of which such sinking fund is held; and
- (b) Secondly, in payment in accordance with the directions of the local authority of any cash payments required by this Order to be made in respect of premiums to which any holder is entitled on the conversion of any existing securities to which this Order applies (whether issued in respect of such loan or of any other loan referred to in the First Schedule hereto); and
- (c) Thirdly, in transferring the balance to the Commissioner of the consolidated sinking fund hereinbefore required to be created for the new securities, to be held as part of that sinking fund.

SECURITIES HELD BY TRUSTEES.

24. 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.

BROKERAGE.

25. 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 existing securities.

FIRST SCHEDULE.

LOANS TO BE CONVERTED.

Name.	Amount.	Rate of Interest.		Date of Maturity.
		Original.	Existing.	
Sumner Drainage Loan of £2,600, 1912	£ 2,600	Per Cent. 5	Per Cent. 4½	1st September, 1949.
Electric Light Loan of £3,000, 1916 (No. 1)	3,000	5½	4½	1st May, 1952.
Town Hall Extension Repayment Loan	2,000	5½	4½	11th July, 1944.
Electric Light Loan of £3,000, 1918 (No. 2)	3,000	5½	4½	1st June, 1943.
Waterworks Extension Loan 1904 Redemption Loan, 1918	3,700	5½	4½	1st January, 1939.
Gasworks Extension Loan . .	1,000	5½	4½	1st April, 1949.
Electric Works Extension Loan	2,100	5½	4½	1st October, 1940.
Gasworks Extension Loan of £6,250 (part)	1,000	5½	4½	1st October, 1940.
Gasworks Extension Loan of £6,250 (part)	5,250	6	4½	1st October, 1940.
Clifton Sewage Tank Loan . .	450	5½	4½	30th September, 1945.
St. Leonard's Square Extension and Improvements Loan	1,000	5½	4½	31st December, 1949.
Relief of Unemployment Loan, 1930	1,000	5½	4½	1st October, 1944.
Total	£26,100			

SECOND SCHEDULE.

FORMS.

(1) Notice.

[Name of local authority.]

CONVERSION under the Local Authorities Interest Reduction and Loans Conversion Act, 1932-33, and the Loans Conversion Order, 19 , of debentures or other securities issued in respect of the following loans [Particulars of loans].

Notice is hereby given to the holders of debentures or other securities issued in respect of the above-mentioned loans that the [Name of local authority] intends 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 4½ per cent. per annum.