

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, as far as it will extend in repayment as at the date of conversion of the principal secured by the existing securities issued in respect of such loan and held by the Public Trustee.

(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.

#### CONSOLIDATED SPECIAL RATE.

20. (1) As a security for the new securities and the unconverted securities the local authority shall forthwith, by resolution gazetted (in the form numbered (3) in the Second Schedule hereto), make and levy a special rate over the whole of the district of the local authority to provide for the payment of the half-yearly instalments of principal and interest in respect of the new securities and of interest, sinking fund, and other charges in respect of the unconverted securities.

(2) Subject to the provisions of this Order, the provisions of the Local Bodies' Loans Act, 1926, and of any other Act shall, so far as applicable and with all necessary modifications, apply with respect to such special rate, and with respect to the principal, interest, and other charges in respect of such securities, as if such special rate were made and levied in respect of a special loan raised under Part I of the said Local Bodies' Loans Act, 1926.

(3) Upon the making of such special rate every special rate theretofore made in respect of any existing securities to which this Order applies shall cease to be a security for such existing securities.

#### SECURITIES HELD BY TRUSTEES.

21. 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.

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 existing securities.

#### FIRST SCHEDULE.

##### LOANS TO BE CONVERTED.

Name.	Amount.	Rates of Interest.		Date of Maturity.
		Original.	Existing.	
Wairau Road Board Tummil Bridge of £500, 1917	£ 500	Per Cent. 5½	Per Cent. 4½	10th January, 1954.
Spring Creek Road Board Bridges Loan of £3,500, 1913	3,500	5	4½	1st May, 1950.
Spring Creek Road Board Opawa Bridge Completion Loan of £770, 1916	770	5½	4½	1st June, 1953.
Picton Road Board Opawa Bridge Contribution Loan of £2,100, 1914	2,100	5	4½	1st October, 1950.
Marlborough County Machinery and Plant Loan of £10,000, 1925	10,000	6	4½	1st December, 1945.
Marlborough County Bridges Loan of £5,000, 1925	5,000	6	4½	1st December, 1945.
Wairau Road Board Hospital and Charitable Aid Board's Contribution Loan of £2,515, 1920	2,515	6	4½	1st May, 1957.
Omaka Road Board Hospital Contribution Loan of £666, 1916	666	5½	4½	1st August, 1952.
Omaka Road Board Hospital and Charitable Aid Board's Contribution Loan of £1,850, 1920	1,850	5½	4½	1st March, 1957.
Omaka Road Board Redemption Loan of £1,000, 1921 ..	1,000	5½	4½	1st December, 1957.
Spring Creek Road Board Hospital Contribution Loan of £1,200, 1923	1,200	6	4½	1st April, 1943.
Pelorus Road Board Hospital and Charitable Aid Board's Contribution Loan of £1,140, 1930	1,140	5½	4½	1st May, 1957.
Pelorus Road Board Antecedent Liability Loan of £2,600, 1922	2,600	6	4½	1st September, 1942.
Marlborough County Hospital Board Capital Expenditure Redemption Loan of £1,050, 1925	1,050	6	4½	1st February, 1962.
Total .. ..	£33,891			