

(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.

18. The existing sinking fund of every loan referred to in the First Schedule hereto (other than the loan referred to in the last preceding clause) shall be applied by the Commissioner thereof, so far as it will extend, in or towards making the following payments, in the following order of priority, namely:—

- (a) First, in payment, in accordance with the directions of the local authority, of any cash premium payments to which any holder is entitled on the conversion of any existing securities issued in respect of such loan; and
- (b) Secondly, 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.

CONSOLIDATED SPECIAL RATE.

19. (1) As a security for the new securities the local authority shall forthwith, by resolution gazetted (in the form numbered (4) 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 interest, sinking fund, and other charges in respect of such 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 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 converted into new securities in accordance with this Order shall cease to be a security for such existing securities.

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.

FIRST SCHEDULE.

LOANS TO BE CONVERTED.

Name.	Amount.	Rate of Interest.		Date of Maturity.
		Original.	Existing.	
	£	Per Cent.	Per Cent.	
Kaimanawa Roads Loan ..	300*	4½	4¼	9th February, 1950.
Waihou Bridge Loan ..	250*	4½	4¼	9th February, 1951.
Victoria Street Bridge Loan ..	550*	4½	4¼	9th February, 1954.
Frankton Road Loan ..	500*	4½	4¼	9th February, 1960.
Frankton Road Loan ..	600*	4½	4¼	9th August, 1960.
Kaimanawa Water-supply Loan	1,840	5½	4¾	15th December, 1955.
Antecedent Liability Redem- tion Loan	2,000*	5½	4¾	1st July, 1947.
Pukekauri Road Loan ..	450*	4½	4¼	7th July, 1953.
Waihi - Whangamata Road Loan	450*	4½	4¼	7th July, 1953.
Total	£6,940			

* Less amount of principal repaid up to date of conversion.

SECOND SCHEDULE.

FORMS.

(1) Notice.

OHINEMURI COUNTY COUNCIL.

CONVERSION under the Local Authorities Interest Reduction and Loans Conversion Act, 1932-33, section 20 of the Finance Act (No. 2), 1935, and the Ohinemuri County Loans Conversion Order, 1937, 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 with the consent of the holders thereof the Ohinemuri County Council intends to convert all such debentures or other securities into new debentures having new maturity dates and bearing interest at 4¼ per cent. per annum.

The conversion will take effect from the 15th day of July, 1937.

Consent to conversion, if given, must be made in writing on or before the 15th day of July, 1937, and when given shall be irrevocable.

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 , 1937.

, Chairman.