

- (b) Secondly, in payment, in accordance with the directions of the local authority, of the costs and charges (not exceeding in the aggregate one thousand five hundred pounds) of and incidental to the conversion of existing securities to which this Order applies (whether issued in respect of the said loan or of any other loan referred to in the First Schedule hereto);
- (c) Thirdly, so far as it will extend and in accordance with the direction of the holder, in repayment as at the date of conversion of the principal secured by the existing securities issued in respect of such loan; and
- (d) Fourthly, in transferring the balance to the Commissioners of the consolidated sinking fund hereinbefore required to be created for the new securities, to be held as part of that sinking fund.
- (2) Any securities included in the balance of the existing sinking fund transferred to the Commissioners of the Consolidated Sinking Fund pursuant to the last preceding subclause shall be realized as soon as practicable, and the proceeds of such realization applied by such Commissioners in the purchase at par of such of the new securities as are redeemable on the thirty-first day of May, one thousand nine hundred and sixty-five. Any such new securities shall, on their purchase as aforesaid, be cancelled, and for the purposes of this Order deemed to be redeemed on the date of such purchase.

CONSOLIDATED SPECIAL RATE.

18. (1) As a security for the new securities the local authority may, 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.

19. 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.	
Streets Improvements Loan No. 1	£ 50,000	5½ Per Cent.	4½ Per Cent.	30th September, 1952.
Sewerage Loan No. 1 ..	106,000	5½	4½	1st September, 1960.
Street Works Loan No. 2 ..	75,000	5½	4½	1st September, 1960.
Waterworks Loan ..	14,200	5½	4½	1st September, 1960.
Total ..	£245,200			

SECOND SCHEDULE.

FORMS.

(1) Notice.

TAKAPUNA BOROUGH 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 Takapuna Borough 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 holder of the debentures or other securities issued in respect of the above-mentioned loans that with the consent of the holder thereof the Takapuna Borough Council intends to convert all such debentures or other securities into new debentures having new maturity dates and bearing interest at 4½ per cent. per annum.

The conversion will take effect from the 30th day of November, 1937.

Consent to conversion, if given, must be made in writing on or before the 30th day of November, 1937, and when given shall be irrevocable.

Dated the day of , 1937.

, Mayor.

(2) New Debenture.

No. .

TAKAPUNA BOROUGH COUNCIL, NEW ZEALAND.

New debenture, issued pursuant to Part II of the Local Authorities Interest Reduction and Loans Conversion Act, 1932-33, section 20 of the Finance Act (No. 2), 1935, and the Takapuna Borough Loans Conversion Order, 1937. New debenture for £ , payable at Sydney, in Australia, on the day of , 19 , issued by the Takapuna Borough Council, New Zealand, under the above-mentioned Acts and Order pursuant to a resolution passed and confirmed by the said Council as provided by section 9 (2) of the said Local Authorities Interest Reduction and Loans Conversion Act, 1932-33.

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