

## CONSENT TO CONVERSION.

7. The consent of the holder of the existing securities to the conversion thereof in accordance with this Order shall, if given, be signified in writing not later than the date of conversion, and when given shall be irrevocable.

## NEW SECURITIES.

8. The aggregate amount of principal secured by the new securities to be issued in conversion of existing securities to which this Order applies, together with interest thereon computed at the rate of four and one-quarter per centum per annum, shall be repaid by equal half-yearly instalments over a period of twenty years, the first half-yearly instalment to fall due and be paid on the fifteenth day of June, one thousand nine hundred and thirty-nine, and subsequent half-yearly instalments to fall due and be paid on every fifteenth day of December and fifteenth day of June thereafter, the last half-yearly instalment to fall due and be paid on the fifteenth day of December, one thousand nine hundred and fifty-eight.

9. (1) New securities for the amount of each half-yearly instalment referred to in the preceding clause shall be issued in the form of debentures in the form numbered (2) in the Second Schedule hereto.

(2) All new debentures shall be numbered consecutively, and as between the holders thereof shall rank equally.

(3) Every new debenture shall state on its face that the holder has no claim in respect thereof upon the Government or public revenues of New Zealand.

(4) Every new debenture shall be signed by the Mayor, countersigned by the Treasurer or some other officer appointed by the local authority for the purpose, and sealed with the common seal of the local authority.

10. The holder of the existing securities to which this Order applies shall on the conversion thereof be entitled to receive new securities for the same aggregate amount of principal as is secured by the existing securities, without premium.

11. The principal and interest in respect of new securities shall be payable at such place or places in New Zealand as may be directed by the holder.

## SURRENDER OF CONVERTED SECURITIES AND PAYMENT OF INTEREST THEREON.

12. The holder of the existing securities converted into new securities shall surrender the existing securities in Wellington in exchange for the new securities, and shall be entitled to receive on the date of conversion interest on the existing securities for the period ending on the date of conversion.

## CONSOLIDATED SPECIAL RATE.

13. (1) As a security for the new 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.

(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.

## PAYMENT OF COSTS OF CONVERSION.

14 All costs, charges, and expenses incidental to the conversion shall be borne by the local authority.

## FIRST SCHEDULE.

## LOANS TO BE CONVERTED.

| Name.                           | Amount   | Rate of Interest. |              | Date of Maturity.    |
|---------------------------------|----------|-------------------|--------------|----------------------|
|                                 |          | Original.         | Existing.    |                      |
| Firewood Creek Water-works Loan | £ 1,500* | Per Cent. 4½      | Per Cent. 4¼ | 15th June, 1953.     |
| Mount Pisa Water Supply Loan    | 1,200*   | 4½                | 4¼           | 15th December, 1957. |
| Total .. ..                     | £2,700   |                   |              |                      |

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

## SECOND SCHEDULE.

## FORMS.

## (1) Notice.

## CROMWELL 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 Cromwell Borough Loans Conversion Order, 1938, 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 holder thereof the Cromwell Borough 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 December, 1938.