

4. (1) If the local authority so resolves by a resolution passed and confirmed as provided by subsection two of section nine of the Act, it may, with the consent of the holders of the existing securities to which this Order applies, and subject to and in accordance with the provisions of this Order, issue new securities in conversion of such existing securities.

(2) The following provisions of this Order shall come into force if such a resolution is passed and confirmed as aforesaid but not otherwise:

Provided that a certificate signed by the Chairman of the local authority and published in the *Gazette* to the effect that such a resolution has been duly passed and confirmed shall be conclusive evidence of the facts therein certified.

DATE OF CONVERSION

5. The date from which the conversion of existing securities into new securities shall be deemed to take effect shall be the first day of April, one thousand nine hundred and forty-six.

CONSENT TO CONVERSION

6. The consent of the holders of the existing securities to the conversion thereof in accordance with this Order shall, if given, be specified in writing, and when given shall be irrevocable.

NEW SECURITIES

7. The aggregate amount of principal secured by the new securities to be issued in accordance with this Order shall be repaid by equal half-yearly instalments of five hundred pounds (£500) each over a period of thirteen (13) years, the first such instalment to fall due and be paid on the first day of August, one thousand nine hundred and forty-six, and subsequent half-yearly instalments to fall due and be paid on every first day of February and August thereafter, the last half-yearly instalment to fall due and be paid on the first day of February, one thousand nine hundred and fifty-nine.

8. (1) New securities shall be issued in the form of debentures in the form numbered (1) in the Second Schedule hereto.

(2) Every new debenture shall be for a sum of five hundred pounds (£500) or any amount in excess of five hundred pounds (£500).

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

(4) 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.

(5) Every new debenture shall be signed by the Chairman, 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.

INTEREST AND COUPONS

9. (1) The rate of interest payable on new securities shall be three and one-quarter per centum per annum.

(2) The interest on new securities shall be payable half-yearly on the first day of February and the first day of August in every year.

(1) Separate coupons for each amount of interest payable on any debenture in the form numbered (2) in the Second Schedule hereto and numbered consecutively for each debenture shall be attached thereto.

(2) The signature to coupons may be made by facsimiles thereof in lithograph or otherwise.

SURRENDER OF EXISTING SECURITIES AND PAYMENT OF INTEREST THEREON

11. The holders of the existing securities shall surrender the existing securities 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 that date.

PLACE FOR PAYMENT OF PRINCIPAL AND INTEREST

12. The principal and interest in respect of new securities shall be payable in New Zealand.

SECURITY

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 upon all rateable property in its electric-power district to provide for the payment of the half-yearly instalments of principal and interest 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.

(4) Provided, however, that nothing in this clause shall be deemed to extinguish the liability of any ratepayer for special rates outstanding in respect of the loans enumerated in the First Schedule hereto at the commencement of this Order.

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COSTS OF CONVERSION

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

FIRST SCHEDULE

Name.	Amount.	Rate of Interest.
	£	Per Cent.
Reticulation Extension Loan, 1935, £20,000	2,500	3½
Reticulation Extension Loan, 1935, £20,000	5,000	3½
Reticulation Loan, 1938, £25,000 ..	5,000	3½
Reticulation Extension Loan, 1935, £20,000	2,500	3½
Reticulation Loan, 1938, £25,000 ..	5,000	3½

SECOND SCHEDULE

FORMS

(1) New Debenture

No.....

WAITOMO ELECTRIC-POWER BOARD

New debenture issued pursuant to Part II of the Local Authorities Interest Reduction and Loans Conversion Act, 1932-33, and section 20 of the Finance Act (No. 2) 1935; new debenture for £..... payable at in New Zealand on the day of, 19.., issued by the Waitomo Electric-power Board, New Zealand, under the above-mentioned Acts, pursuant to a resolution passed and confirmed by the said Board 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.)

On presentation of this debenture at in New Zealand on or after the day of 19.., the bearer thereof will be entitled to receive £..... Interest on this debenture will cease after the day when the amount falls due, unless default is made in payment. On presentation at any other branch of the Bank of New Zealand in New Zealand, other than the Bank of New Zealand, Te Kuiti, inland exchange will be paid by the said Board.

This debenture bears interest at the rate of three and one-quarter per centum per annum, payable on the 1st day of February and the 1st day of August in each year on presentation of the attached coupons.

Issued under the common seal of the Waitomo Electric-power Board, the day of, 1946.

A. B., Chairman.

C. D., Treasurer (or other officer appointed for the purpose).

(2) Coupon

No.....

New debenture No. of the Waitomo Electric-power Board, New Zealand, issued under Part II of the Local Authorities Interest Reduction and Loans Conversion Act, 1932-33, and section 20 of the Finance Act (No. 2), 1935.

On presentation of this coupon at in New Zealand on or after the day of 19.., the bearer hereof will be entitled to receive £.....

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

A. B., Chairman.

C. D., Treasurer (or other officer appointed to sign debentures).

(3) Resolution making Special Rate

In pursuance and exercise of the powers vested in it in that behalf by Part II of the Local Authorities Interest Reduction and Loans Conversion Act, 1932-33, and section 20 of the Finance Act (No. 2), 1935, the Waitomo Electric-power Board hereby resolves as follows:—

“That, for the purpose of providing the half-yearly instalments of principal and the interest in respect of the new securities authorized to be issued by the Waitomo Electric-power Board under the above-mentioned Acts, the said Waitomo Electric-power Board hereby makes and levies a special rate of (state amount in the pound) upon the rateable value on the basis of (state whether capital, unimproved or annual) value of all rateable property within its power district; and that such special rate shall be an annually recurring rate during the currency of such securities, and be payable half-yearly on the day of and the day of (or yearly on the day of) in each and every year until the last maturity date of such securities, being the day of, 19.., or until all such securities are fully paid off.”

T. J. SHERRARD,

Acting Clerk of the Executive Council.

(T. 49/176.)