

DOMINION OF CANADA, CANADIAN PACIFIC RAILWAY CO'Y.

Incorporated by Letters Patent Under the Great Seal of the Dominion of Canada.

FIVE PER CENT. FIRST MORTGAGE LAND GRANT FIFTY YEAR GOLD BONDS

Total Authorized Issue, - - - - - \$25,000,000
 Accepted by the Government of Canada as Security for
 the Completion of the Contract between the Gov-
 ernment and the Company. - - - - - \$5,000,000
 Now Offered to the Public, - - - - - \$10,000,000

Principal and Interest payable in gold coin of the present standard weight and fineness—
 the Principal in Montreal, Canada, and the Interest on 1st April and 1st October, at the option
 of the holder, either in Montreal or New York; or in London, England, at the rate of 4s. 1½d.
 sterling for each dollar.

Bonds in denominations of \$1,000 and \$500 each. Principal payable 1st October, 1831, unless
 previously tendered in payment of lands and thereby cancelled; or redeemed by the Trustees out
 of the proceeds of sales of land, either by purchase at the current market price, or by drawings
 at ten per cent. premium.

Trustees for the Bondholders:

CHAS. F. SMITHERS, Esq., President of the Bank of Montreal.
Hon. JOHN HAMILTON, President of the Merchants' Bank of Canada.
SAMUEL THORNE, Esq., Merchant, of New York.

The Bonds are secured by a Mortgage Deed of Trust to the said Trustees, which confers
 upon them, under the express authority of the Charter, ample powers for enforcing payment
 of the Bonds, Principal and Interest, and effective means for securing to the Bondholders the
 entire net proceeds of the lands. Before its execution the Deed was submitted to the Govern-
 ment, which has since accepted the \$5,000,000—to be held by it as security for the completion
 of the contract in accordance with the provisions of the Charter.

The Mortgage, thus created, constitutes a *first charge upon the entire Land Grant of the Com-
 pany*, amounting to 25,000,000 acres of the finest farming lands, situated in what is known as
 "The Fertile Belt" of the Canadian North-West, which is now admitted to be the largest tract
 of uniformly rich land suitable for growing the best quality of wheat, etc., to be found on the
 Continent of America, and the Company may locate its entire Land Grant exclusively in this
 tract, rejecting all sections unfit for settlement.

The Bonds will be accepted by the Company in payment for lands at 110 and accrued
 interest.

By the Mortgage Deed the Company expressly undertakes to pay the interest on the Bonds
 semi-annually, when it becomes due, and the principal at maturity. The net proceeds of all
 Land Sales must be handed over to the Trustees, to be held by them, in the first place to
 secure the performance of the Company's obligation to pay the interest on the bonds, and, so
 long as that obligation is punctually performed, to be applied to the purchase of bonds for
 cancellation, provided the price does not exceed 110 per cent. and accrued interest; but if the
 bonds cannot be bought at or under that price, then the Trustees are authorized and required
 to designate by lot, from time to time, as funds accumulate in their hands, the bonds that
 shall be presented for payment and cancellation at 110 per cent. and accrued interest.

The Contract provides that the whole issue of Land Grant Bonds shall, in the first in-
 stance, be deposited with the Government, and that the proceeds of all sales thereof shall also
 be deposited with the Government, and only be paid to the Company as construction proceeds.
 The interest, at four per cent. per annum, upon the amount remaining in the hands of the Gov-
 ernment is, by the Deed of Trust, expressly pledged for the payment of the interest on the
 Bonds, and cannot be applied to any other purpose.

It will be seen by reference to the accompanying official statement, made by the President
 of the Company, that the Directors are aiming to have the line of Railway to the Pacific Ocean
 completed and open for traffic without availing themselves of their right under the Charter to
 issue Mortgage Bonds on the Road; and that they fully expect that all the additional capital
 required to complete the contract, and equip the line can be obtained by the issue of Common
 and Preferred Stock. In that case, the only fixed charge on the revenues of the Company will
 be the interest on these Land Grant Bonds, taking precedence of any Dividend on both Com-
 mon and Preferred Stock.

These Bonds will be taken by the Receiver-General on deposit from insurance companies
 under the Act 40 Vic., cap. 42.

Provision is made for the registration of the Bonds at Montreal, New York, and London.

Copies of the Act of Incorporation of the Company may be inspected, and copies of the
 Mortgage Deed of Trust, The President's Statement, and the Prospectus may be obtained at
 the offices of any of the undersigned.

These Bonds are now offered to the public by the undersigned at par and accrued interest,
 the right being reserved to advance the price at any time without notice.

Applications for the Bonds may be addressed to

THE BANK OF MONTREAL, MONTREAL, ITS BRANCHES
 In Canada, and its Agencies in Chicago, U.S., and
 at 9 Birchin Lane, London, England.

J. S. KENNEDY & CO.,
 63 William-street, New York, or

W. WATSON & A. LANG,
 Agents of the Bank of Montreal,
 59 Wall-street, New York

MONTREAL, 25th November, 1831.