

of them as trustees, for the holders of the said bonds, with power to them or a majority of them, or of their successors or a majority of them, in case of a default in the payment of three successive coupons upon said bonds, to proceed upon the application to them in writing of the holders of a majority in amount of the bonds issued and then outstanding, secured by said mortgage, to be obtained from any Court of Equity in the State of Maryland having jurisdiction by regular proceedings, according to the course of Courts of Equity in this State, a decree for the sale of the said canal and other mortgaged property and franchises, and for the appointment of a receiver, or both, as may be found necessary, to the end that the security hereby authorized for the payment of the said bonds and coupons may be full, ample and effectual; provided, however, that unless and until there shall be such default in the payment of three successive coupons outstanding at one time, or of the principal of the bonds themselves at their maturity, and unless and until the holders of a majority in amount of said bonds issued and then outstanding shall in writing request proceedings for the enforcement of the said mortgage to be taken, it shall not be competent for the said trustees or their successors, or for the said bondholders themselves, or any of them, to institute or cause to be instituted any proceedings at law or in equity, or to proceed to sell any part of the said mortgaged property, or to apply for the appointment of a receiver, it being the intent and meaning of this act not to make the said canal and its property so to be mortgaged to be liable to be sold or taken from the management of the President and Directors, unless upon the failure of said company to pay at least three successive coupons on said bonds, or the said bonds themselves, and not even then unless upon the application of the holders of at least a majority in amount of said bonds issued and then outstanding. And it shall be the duty of the said trustees, upon the execution of the said mortgage, to cause the same to be forthwith recorded in the proper office for the recording of deeds of the cities and counties in the states of Maryland, West Virginia and Virginia and in the District of Columbia,

Decree for  
sale.

Not institute  
any proceed-  
ings.

Record in  
proper office.