

UNDERGROUND ELECTRIC RAILWAYS COMPANY OF LONDON LIMITED.

At a Board Meeting held at the Offices of the Company, 55, Broadway,
Westminster, London, S.W.1., on Thursday,

25th February, 1926.

PRESENT

The Rt. Hon. Lord Ashfield, in the Chair

Mr. H. A. Vernet, Deputy Chairman

The Rt. Hon. The Earl of Bessborough, C.M.G., J.P.,
D.L.

Sir James Devonshire, K.B.E.

The Rt. Hon. Lord Farrer

Colonel Sir Herbert Jekyll, R.E., K.C.M.G.

The Viscount Knutsford

The Rt. Hon. Lord Newton, P.C., J.P., D.L.,

Mr. C. J. Cater Scott

The Rt. Hon. Lord Southborough, G.C.E.,

Major General Sir Fredk. H. Sykes, G.B.E., K.C.B.,
C.M.G., M.P.

IN ATTENDANCE

Assistant Managing Director (Operating Companies),
Solicitors of the Common Fund Companies, the
Comptroller and Accountant, Solicitor, and
Secretary and Treasurer of the Company.

DRAFT REPORT, BALANCE SHEET AND REVENUE ACCOUNT.

Draft Report, Balance Sheet and Revenue Account for the year ended 31st
December, 1925 was submitted, and

It was RESOLVED that the Report of the Directors and the Balance Sheet at
31st December, 1925 be approved, subject to final revision of the Report by the
Chairman and to the final audit of the Accounts, and that a copy be sent to each
of the Registered Proprietors and to the holders of the 6% First Cumulative
Income Debenture Stock.

6% FIRST CUMULATIVE INCOME DEBENTURE STOCK AND 6% INCOME BONDS.

The Secretary and Treasurer reported that in accordance with the Trust Deed
dated 1st April 1912 made between this Company and the Union of London & Smiths
Bank Ltd. and the Trust Deed dated 30th July 1908 and supplemental Trust Deed
dated 1st April 1912 made between this Company and the London & Westminster Bank
Ltd., certificates had been received from the Company's Auditors, Messrs. Deloitte,
Plender, Griffith & Co., dated 24th February, 1926, stating that the profits of the
Company on Revenue Account for the half year ended 31st December 1925 after
providing for all payments on Revenue Account for such half year (other than the
interest on the 6% First Cumulative Income Debenture Stock and the interest on the
6% Income Bonds of the Company) amounted to the sum of £295,794. 8. 9., and after
providing for the cumulative interest on the 6% First Cumulative Income Debenture
Stock for the time being outstanding down to the 31st December 1925 but not includ-
ing the interest for such half year on the 6% Income Bonds of the Company, amounted
to the sum of £257,604. 8. 9., and

It was RESOLVED:-

- (a) 1. That £1,100 be transferred to the Special Reserve for equalisation
of interest.
2. That interest for the half year at 3 per cent (less income tax) be paid
on the 6% First Cumulative Income Debenture Stock on and after the 1st
March 1926 to the registered holders of the stock at the date of the
closing of the books, viz. the 15th day of February 1926 by cheque as
per specimen submitted to this Meeting.

6% FIRST CUMULATIVE INCOME DEBENTURE STOCK AND 6% INCOME BONDS. (CONTINUED)

- (a) 3. That the Transfer Registers of the 6% First Cumulative Income Debenture Stock be closed from the 15th to the 28th February 1926 both days inclusive for the preparation of the cheques.
4. That notice of the payment of such interest be advertised in the London "Times" and other daily newspapers circulating in London and also in newspapers circulating in Paris.
5. That the National Provincial Bank Ltd. be and they are hereby authorised to pay when presented on and after 1st March 1926 all interest cheques signed as per specimen in respect of the 6% First Cumulative Income Debenture Stock.
- (b) 1. That interest for such half year at 3 per cent (free of British Income Tax) be paid on the 6% Income Bonds against presentation and surrender of Coupon No. 36 on and after 1st March next and that British Income Tax on such interest be also paid.
2. That the payment of such interest be duly advertised.

REORGANISATION OF CAPITAL OF COMPANY.

The Chairman having requested the Solicitors of the Common Fund Companies to attend the meeting, stated that he anticipated that the improvement in the earnings of the Common Fund Companies and of the Associated Equipment Co. Ltd. for the current year would, in his view, be sufficient to enable the payment of dividend on the Shares of this Company. He reminded the Board of the arrangement whereby the profits available for distribution after payment of the interest on the 6% Income Bonds two-thirds would be payable to the holders of the £10 Ordinary Shares and one-third to the holders of the "A" 1/- Ordinary Shares: ^{(nature that this would result in a rate of dividend on the "A" Ordinary Shares of an amount that in view of this he thought the situation of these "A" Shares should be carefully considered, in addition to which it was necessary that the Company should possess wider capital powers, and that accordingly he proposed to consult with the principal shareholders with a view to suggesting a scheme for the reorganisation of the Capital of the Company.}

Ashford

CHAIRMAN