

Canal Company, and under the mortgages executed to the said state under the provisions of said respective acts, shall be reduced, accounting from and after the first day of January in the year eighteen hundred and eighty-four, to four and one-half per centum per annum, payable on the first day of July and January in each and every year.

How effective.

Deposit one million dollars.

SEC. 2. *And be it enacted*, That the provisions of the preceding section shall not take effect unless the Philadelphia and Reading Railroad Company, the lessee of the said Susquehanna canal, shall pay into the treasury of this state, within thirty days after the approval of this act, the arrears of interest due to the State of Maryland to the first day of January, in the year eighteen hundred and eighty-four, by the Susquehanna and Tide Water Canal Companies, under the obligations and mortgages in the last preceding section of this act mentioned; nor unless the said Philadelphia and Reading Railroad Company shall also, within said thirty days, deposit with the Pennsylvania Company, for insurance on lives and granting annuities, one million of dollars of its second series five per cent. consolidated mortgage bonds, as collateral security for the payment henceforth semi-annually, as the same shall accrue, at four and one-half per centum interest, as the same shall accrue and become payable under the provisions of this act, upon the indebtedness of the Susquehanna and Tide Water Canal Companies, referred to in the first section of this act.

Mortgages expressly reserved.

SEC. 3. *And be it enacted*, That the mortgages heretofore made by the Susquehanna and Tide Water Canal Companies to the State of Maryland, in pursuance of the provisions of the act of December session, eighteen hundred and thirty-eight, chapter four hundred and sixteen, and in pursuance of the provisions of the act of December session, eighteen hundred and forty-three, chapter three hundred and sixty-three, and each of said mortgages, and all the remedies reserved to the State of Maryland under each of said mortgages against the said Susquehanna and Tide Water Canal Companies, or either of them, or against the properties or franchises of either of said companies, or both of them, are hereby expressly reserved; but it is also expressly provided that the said remedies of the state against the said Susquehanna and Tide Water Canal Companies, or either of them, or the