F.—2.

according to the routes, within the respective times, and in manner thereinafter provided; and, so long as the whole or any part of the services hereby agreed to be performed ought to be performed in pursuance of the now-reciting Contract, should and would provide and keep seaworthy, and in complete repair and readiness for such purpose, a sufficient number of and not less than four good, substantial, and efficient screw steam vessels of the first class, and fully equal to Class 100, A1, Lloyd's Register, and of not less gross registered tonnage than 2,500 tons each, constructed of iron, and propelled by first-rate engines of adequate power for a minimum continuous speed of twelve nautical miles per hour, all such vessels and engines being built expressly for the purposes of the nowreciting Contract, and according to plans, sections, and specifications to be previously approved by or on behalf of the Postmasters-General, the vessels having spar decks, and large capacity for passengers and cargo, and ample ventilation for passing through tropical latitudes; (Article 3) that the steam-vessels to be employed under the now-reciting Contract should be of the capacity aforesaid, and should be always furnished with all necessary and proper machinery, engines, apparel, furniture, stores, tackle, boats, fuel, lamps, oil, tallow, provisions, anchors, cables, fire-pumps and other proper means for extinguishing fire, lightning-conductors, charts, chronometers, nautical instruments, and what-soever else might be necessary for equipping the said vessels and rendering them constantly efficient for travelling at a minimum continuous speed of twelve nautical miles per hour, and for the service thereby agreed to be performed, and also manned and provided with competent and legally qualified officers, and with a sufficient number of efficient engineers, and a sufficient crew of able seamen and other men, and with a competent surgeon, to be in all respects, as to vessels, engines, equipments, and capacity, subject, in the first instance, and from time to time, and at all times afterwards, to the approval of the Postmasters-General, or of such other person or persons as they should jointly or severally at any time or times, or from time to time, authorize to inspect and examine the same, and no vessel should be employed or used for the purposes of the now-reciting Contract until approved as aforesaid; (Article 4) that the Postmasters-General, or either of them, should have full power, whenever and as often as they or he might deem it requisite, by any of their or his qualified officers or agents, to . inspect the officers, engineers, and crew of all or any of the vessels employed or to be employed in the performance of the now-reciting Contract, and to survey all or any of such vessels and the hulls thereof, and the engines, machinery, furniture, tackle, apparel, stores, and equipments of every such vessel, and any defect or deficiency that might be discovered on any such survey should be forthwith repaired or supplied by the Contractors, and for the purposes aforesaid the said vessels should (if necessary) be opened in their hulls whenever the said officers or agents might so require: And if any such vessel or any part thereof, or any engines, machinery, furniture, tackle, apparel, boats, stores, or equipments, should on any such survey be declared by any such officers or agents unseaworthy, or not adapted to the service thereby agreed to be performed, or any such officers, engineers, or crew should be so declared ineligible, every vessel which should be disapproved of or in which such deficiency or defect should appear should be deemed insufficient for any service thereby agreed to be performed, and should not be again employed in the conveyance of mails until such defect or deficiency had been repaired or supplied to the satisfaction of the Postmaster-General or officer requiring the same, and any of such officers, engineers, or crew declared ineligible should not be employed in the said service; and in the now-reciting Contract it further covenanted and agreed (amongst other things, Article 28) that if the Contractors should fail to commence the performance of the services thereby contracted to be by them performed the contractors and the contractors of the services thereby contracted to be by them performed to the contractors. according to the provisions thereof, or having commenced the same should refuse or wilfully neglect to carry on the same according to the true intent and meaning of the now-reciting presents, they should forfeit and pay to the said Postmasters-General the sum of £25,000, to be equally divided between them the Postmasters-General, as and by way of liquidated damages, and not by way of penalty; (Article 29) that all and every the sums of money thereby stipulated to be paid by the Contractors should be considered as liquidated or ascertained damages, whether any damage or loss should have or should not have been sustained, and might be set off by the Postmasters-General, or either of them, against any moneys payable to the Contractors under or by virtue of the now-reciting presents, or might be enforced by both or either of the Postmasters-General as a debt due with full costs of suit at their or his discretion: Provided always that the payment by the Contractors of any sums of money for any neglect or default in the observance or performance of the covenants or agreements therein contained should not in any manner prejudice the rights of the Postmasters-General, or either of them, to treat such defaults as a non-observance or non-performance of the now-reciting Contract on the part of the Contractors; (Article 30) that the Contractors, with two sureties to be approved by the Post-masters-General, should jointly and severally enter into a bond in the penal sum of £25,000 conditioned for the due and faithful performance of the covenants and agreements on the part of the Contractors therein contained, according to a draft then already agreed upon, meaning the draft of these presents:

Now, the condition of the above-written Bond or obligation is such, that if in case the said

Now, the condition of the above-written Bond or obligation is such, that if in case the said Hayden Hezekiah Hall and Paul Siemen Forbes, while the whole or any part of the services by the said Articles of Agreement agreed to be performed might be performed in pursuance of the said Contract, shall not provide, or in case having provided, they shall not keep seaworthy and in complete repair and readiness for the purpose of conveying, from time to time, and at all times during the period of six years, to be computed from the 27th day of November, 1874, all Her Majesty's mails which, and all other mails which the Postmaster-General for the time being of the Colony of New South Wales, and the Postmaster-General for the time being of the Colony of New Zealand, or either of them, shall at any time, or from time to time, require the Contractors to convey between Sydney and San Francisco and between San Francisco and Sydney, and between New Zealand and San Francisco and between San Francisco and Sydney, and between New Zealand and San Francisco and from the said ports of Honolulu and Kandavau, a sufficient number of and not less than four good, substantial, and efficient screw steam vessels of the first class, and fully equal to 100 A1, Lloyd's Register, and of not less gross registered tonnage than 2,500 tons each, constructed of iron, and propelled by first-rate engines of adequate power for a minimum continuous speed of twelve nautical miles per hour, or in case any of the vessels and engines employed in the said service shall not have been built expressly for the purposes of the said Contract, and according to plans,