

the electing body. Any governor may be re-elected or re-appointed. The first governors shall be elected or appointed as soon as conveniently may be after the date of this Scheme. The clerk or other officer of the governors shall, at least one month before the expiration of the term of office of any governor, give notice to the proper electing body, and the electing body shall, as soon as conveniently may be after such notice, appoint or elect a governor to hold office from the expiration of said term. Any election or appointment not made as aforesaid, within three months from the date of this Scheme, or from the date of the notice of expiration of a term of office, or from the date of the notice of a vacancy, as hereinafter prescribed, shall in that case be made by the then existing governors.

4-11. Vacancies; Meetings; Chairman; Quorum and Execution of Deeds; Minutes; Power to appoint Committees.

12-17. Accounts; Business Arrangements; Casual Profits; Powers of Sale and Investment; Audit.

18. First Meeting.—Within two months from the date of this Scheme, a meeting of the governors shall be held upon the summons of the clerk to the present governing body. At this meeting they shall make arrangements for the conduct of business, and shall elect a chairman, but they shall not, at this or any subsequent meeting, transact any business that is not necessary for the immediate administration of the Endowment until the whole of the first governors are elected or appointed.

19-21. Clauses relating to Transference of Administration; and Discharge of Governing Body.

22. Discontinuance of School.—The governors shall, within twelve months after the date of this Scheme, discontinue the school presently maintained by them in Borrowstownness, and shall transfer the said buildings with all their parts and pertinents, in so far as the same belong to the Trust, to the School Board of Borrowstownness.

23. Vested Interests.

Application of Income.

24. Application of Income.—The governors, after paying the necessary expenses of management and the burdens and taxes affecting the Endowment, shall apply the free income of the Endowment, in the manner hereinafter provided.

25. Payment to Anderson's Trustees.—The governors shall pay over annually one half of the residue of the income of the Trust Estate to Anderson's Trustees, to be applied by them for charitable or other purposes, according to the terms of the Trust Settlement and Directions under which they act.

26. Free Scholarships.—The governing body shall expend a sum not exceeding £20 yearly in paying the fees of poor and deserving children, with books and stationery, at public or State-aided schools in the burgh or parish of Borrowstownness, who have passed in the third or higher standards of the Scotch Code, and whose parents or guardians, not being in receipt of parochial relief, are in such circumstances as to require aid in providing elementary education, and are persons who, in the opinion of the governing body, should not be required to apply to the Parochial Board for aid in paying school fees. These free scholarships shall be awarded on the result of a

competitive examination, or as a reward for regularity of attendance, industry, general merit, and good conduct, all to be ascertained by the report of the teachers and otherwise as the governing body may determine. Any payment under this clause shall be withdrawn in the case of children who fail to give regular attendance or make satisfactory progress at school.

27. School Bursaries.—The governors shall apply an annual sum of not less than £35 in establishing school bursaries, to be called the Anderson School Bursaries, each of the yearly value of not less than £5 nor more than £10. These bursaries shall be awarded by competitive examination among pupils attending public or State-aided schools in the burgh or parish of Borrowstownness, who have passed the fifth standard of the present Scotch Code, or such standard as may from time to time be fixed by the Scotch Education Department, pursuant to the Education (Scotland) Acts, as that entitling children to total exemption from the obligation to attend school, and whose parents or guardians are in such circumstances as to require aid for giving them higher education; these bursaries shall be tenable for two years at public or State-aided schools in which efficient instruction is given in the higher branches.

28. Grant to School Board for promoting Higher Instruction.—The governors shall pay the residue of the free annual income of the Trust to the School Board of Borrowstownness, to be applied by them for the promotion of higher instruction by increasing the efficiency of the staff for the higher classes in one of the public schools of Borrowstownness to be approved of by the governors, either by adding to their number or otherwise as may be determined. The governors shall satisfy themselves from time to time that the funds are being efficiently applied for higher instruction in the manner prescribed, and not in relief of any expenditure which the School Board might reasonably be expected to incur out of the school fund; and if it appear to the governors that the funds are not being applied in manner foresaid, they shall cease to make such annual payment to the School Board, and shall apply the said sum to the purposes of the following section, provided always that the School Board shall have the right to appeal to the Scotch Education Department against any such decision of the governors, and provided further that the Scotch Education Department, either on the application of any governor or member of the School Board, or on such information and after such inquiry as they themselves may deem necessary, shall have the power to intimate to the governors that the said payment is not being efficiently applied in manner foresaid, and the governors shall thereupon cease to make such payment, and shall apply the sum to the purposes of the immediately succeeding section, until the School Board have satisfied the Department that they are prepared to comply with the conditions of said payment.

29. Bursaries for Higher or Technical Education in the Event of Stoppage of Payment to School Board.—In the event of the governors ceasing for any period to make the payment to the School Board under the provisions of the immediately preceding section, they shall during such period apply the remaining free income of the Endowment in establishing bursaries for higher education, to be called the Anderson Bursaries, each of the yearly value of not less