

Sec. 3. *And be it enacted*, That should any forfeiture occur it may be remitted by a majority of the whole Board of Directors present at a meeting at which the motion for such remission shall be made upon the payment by the person incurring the forfeiture of the principal of said instalment and interest thereon up to the time of such payment, as also of his proportion of such loss as may have occurred previous to such forfeiture. Forfeiture.

Sec. 4. *And be it enacted*, That as soon as three thousand shares are subscribed and paid, or secured to be paid, this company shall be competent to transact all kinds of business for which it is established. When to go in operation.

Sec. 5. *And be it enacted*, That after the subscription of three thousand shares, as provided for in the foregoing fourth section, the said S. J. Smith, John W. Pitts, William B. Larmour, J. Frank Brown, Thomas J. Fairbank, Henry Duvall, William J. Davison, William B. Bolton, Robert D. Morrison and George M. Ehrman, are hereby created Directors of the said Franklin Fire Insurance Company of Baltimore City until the first Monday in May, eighteen hundred and sixty-seven, (1867) and until their successors shall be elected as hereinafter provided, and such of them as shall be present at the first meeting shall proceed to organize the company by electing a President and Secretary thereof. Directors.

Sec. 6. *And be it enacted*, That the stockholders composing this company or their representatives by proxy, shall, on the first Monday in May, eighteen hundred and sixty-seven (1867), and in each and every year thereafter, choose by ballot from among the stockholders twelve Directors to serve for one year, the Directors so chosen shall shall serve until the first Monday in May, eighteen hundred and sixty-eight (1868) next succeeding their election, and until others are chosen; at their first meeting after every annual election they shall choose by ballot a President, either from amongst their own body or from among the other stockholders; and in case of the death, resignation or disqualification of the President or a Director, the Directors shall proceed to elect another to fill such vacancy for the remainder of the year. Annual elections.