

and the security, if any, offered. Every loan must receive the unanimous approval of those members of the committee present when the application was considered, which number must be at least a majority of the committee. A loan shall not be made if any member of the credit committee disapproves of it. An application for a loan may have an appeal to the directors if the by-laws so provide and as by the by-laws provided. The credit committee shall meet as often as may be necessary after due notice has been given each member.

1929, ch. 337, sec. 12.

**111.** The supervisory committee shall inspect the securities, cash and account of the corporation and supervise the acts of its board of directors, credit committee and officers. It shall make an annual audit of the affairs of the corporation at the end of each fiscal year and make a full report thereon to the directors, which report shall be read at the annual meeting and be preserved with the records of the corporation. It shall fill vacancies in the committee until the next regular meeting of the members. At any time by unanimous vote the supervisory committee may suspend from office any member of the credit committee, the credit committee, any member of the board of directors or the entire board or any officer elected by the board and shall within seven days after such suspension, give notice to the members of a special meeting to act on such suspension. The supervisory committee may call meeting of the members to take action upon any practice of the corporation, which in the opinion of the committee is unsafe and unauthorized.

1929, ch. 337, sec. 13.

**112.** The capital of a credit union shall consist of the payments that have been made to it by the several members thereof on shares. Shares may be subscribed for and paid in such manner as the by-laws may provide. The credit union shall have a lien on the shares of any member and upon any dividends payable thereon for and to the extent of any loan made to him and of any dues and fines payable by him. Upon resignation or expulsion of a member a credit union may cancel the shares of such member and apply their withdrawal value towards the liquidation of said member's indebtedness. A credit union may, if the by-laws so provide, charge an entrance fee and also a transfer fee, neither of which fees shall exceed twenty-five cents.

1929, ch. 337, sec. 14.

**113.** Shares may be issued and deposits received in the name of a minor and in trust in such way and manner as the by-laws may provide.

1929, ch. 337, sec. 15.

**114.** For failure by any member of a credit union to meet his payments on shares when due, or to make repayments on a loan when due, such fines and other penalties may be imposed upon such delinquent member as the by-laws may provide.