

mortgage or hypothecation shall be conditioned for the repayment by such member or borrower to said corporation of the money loaned or advanced to him in weekly instalments, including dues, legal interest on the money so advanced or loaned, the weekly premium agreed upon for each share, and also all fines, assessments and penalties incurred according to the by-laws in respect thereof; and all shares of stock so redeemed, advanced or loaned or purchased by such corporation, shall be considered as redeemed shares, and shall be cancelled; and it shall be lawful for such corporation to issue an equal number of new shares in their stead, so that the number of unredeemed shares may always equal and never exceed the number of shares fixed by the certificate of incorporation of such corporations; and the member or members of such corporations, so redeeming their said share or shares of stock, shall cease to be stockholders, and shall not be entitled to vote at any meeting of such corporations, held for the purpose of electing directors or for any other purpose, and shall not be eligible for any of the offices of the corporation.

Franz v. Teutonia Bldg Ass'n, 24 Md. 259. *Windsor v. Bandel*, 40 Md. 172. *McCahan v. Columbian Bldg Ass'n of East Balto.* No. 2, 40 Md. 226. *Balto. Permanent Building and Land Society v. Taylor*, 41 Md. 409. *Emory v. State*, 41 Md. 38. *Citizens' Sec. & Land Co. v. Uhler*, 48 Md. 455. *Appeal Tax Court v. Rice*, 50 Md. 314. *Geiger v. 8th German Bldg. Ass'n*, 58 Md. 570.

1878, ch. 154.

104. It shall not be lawful for any land company, homestead or building association, or any association formed for the purpose of lending money, or using the corporate funds for the purpose of buying, selling, lending upon mortgage, leasing or otherwise dealing in real or leasehold estate, to issue any promissory note, bill or obligation of any kind to any member thereof, or borrow therefrom in lieu of money, and all loans by such corporation shall be made in money and not otherwise, and all notes, bills or obligations of any sort issued by any such association to or for the use or benefit of any member or borrower in lieu of money, and all deeds, mortgages or other securities whatsoever, given to secure the same, shall be void and of no force and validity whatever, either in law or in equity.

Davis v. West Saratoga Bldg Ass'n, 32 Md. 285.