

business ; a less number may meet and adjourn from time to time until a quorum be present.

Elect president. SEC. 11. *And be it enacted,* That the Board of Directors selected as aforesaid, on entering upon their duties, shall elect one of their number, who shall be a citizen of this State, president of the company.

Principal office at Baltimore. SEC. 12. *And be it enacted,* That the Board of Directors shall establish the principal office of said company in the city of Baltimore, but they may constitute and establish agencies when and where they may deem proper ; they shall have power to enact by-laws, rules and regulations for the government of its officers, agents and servants, and the management of its affairs not inconsistent with this act or the constitution or laws of this State, and said by-laws from time to time to alter, amend and add to by a majority vote of such board, and shall possess all the powers usually vested in boards of directors not inconsistent with this act.

Receive interest. SEC. 13. *And be it enacted,* That the holders of guarantee capital stock shall be entitled to receive interest thereon at a rate not exceeding seven per centum per annum, payable semi-annually on the first days of December and June.

Valuation to be made. SEC. 14. *And be it enacted,* That within sixty days after the first day of June, annually, a valuation of the assets and liabilities of the company shall be made, and, after providing for all outstanding liabilities, twenty per centum of the surplus or net profits of the preceding year shall be set apart as a reserve fund and invested separately from the other assets of the company, the income accruing from such reserve fund to be divided among the holders of guarantee capital stock, the balance of the surplus or net profits of each year to be divided amongst policyholders in equitable manner, as the board of directors shall deem best.

Policies non-forfeitable. SEC. 15. *And be it enacted,* That all policies issued by said company shall be non-forfeitable after payment of the first annual premium, and