

stock is divided by classes, the amount of the reduction of each class; and (d) the amount of issued capital stock as reduced and, if the amount of issued capital stock is divided by classes, the amount of each class as reduced. In the case of stock without par value, the issued amounts to be set forth shall be as determined in accordance with the provisions of paragraph (2) of Section 39, adjusted to accord with any increases or reductions made subsequent to the issuance of such stock.

SEC. 7. *And be it further enacted*, That Section 38 of Article 23 of the Annotated Code of Maryland (Edition of 1924) be and the same is hereby repealed and re-enacted with amendments so as to read as follows:

38. (1) Every corporation may create two or more classes of stock with such preferences, voting powers, restrictions and qualifications thereof not inconsistent with law as shall be expressed in its charter. It may be provided that the holders of a certain class or certain classes of stock shall receive and that the corporation shall be bound to pay fixed annual dividends thereon, to be expressed in the charter, payable quarterly, half yearly or yearly, before any dividend shall be set apart for or paid to the holders of some other class or classes of stock, and such dividends may be made cumulative. Any class or classes of stock may be preferred as to its or their distributive share or shares of the assets of the corporation upon dissolution; but, in case of insolvency, the debts and other liabilities of the corporation shall be paid before any payment or distribution is made to the holders of any class of stock. Stock of any class may be made subject to redemption at the option of the corporation or at the option of the holders at such times and prices as may be determined in the charter, but stock having a par value shall not be made subject to redemption at the option of the corporation at a redemption price less than the par value thereof. Nothing in the laws of this State shall be so construed as to limit the dividend on any class of stock to six per cent. per annum if a greater or less dividend be provided to be paid on such stock.

(2) Within the meaning of this section and the other sections of this Article the classes of capital stock of any corporation, the preferences, voting powers, restrictions and qualifications of each class, the fixed annual dividends thereon, the times and prices of redemption thereof and the conversion rights thereof, shall be sufficiently set forth, described, expressed and determined in the charter of the corporation if determinable in a manner set forth in the charter or in articles supplementary for which provision is hereinafter made, or if in the charter the board of directors is em-