

SEC. 4. *And be it further enacted,* That each and every premium note given by the company shall bear interest at a rate fixed, from time to time, by the board of directors, payable annually in advance, on the first Monday in January, in each and every year, respectively; and said note shall be held as security for the payment of any assessment that may be made on the members, and shall not be used for any other purpose whatever.

Interest on premium notes.

SEC. 5. *And be it further enacted,* That the premium notes taken by this company shall remain in full force until the policies for which they were given are cancelled, and each of said notes shall be liable for its proportion of all the losses and expenses of the company up to the time of cancellation, as estimated by the directors, including cost of collecting.

Premium notes in force until policy is cancelled.

SEC. 6. *And be it further enacted,* That all promissory notes of hand or other evidences of debt held by the said company, which shall have been given thereto for premiums for insurance, or for any part or parts of said premiums, shall constitute and be deemed a lien on any real estate which may be insured in consideration, or part consideration, of such notes or evidences of debt, which real estate shall be liable for the full and just payment of such notes or evidences of debt, either wholly or in part, at such time or times as the directors shall demand, and of all legal charges that may be incurred in enforcing payment thereof in case of refusal or neglect to pay by the drawers of such notes or evidences of debt. Any sale, mortgage or transfer of such real estate subsequent to the date of such notes or evidences of debt, and during the time they are in existence, shall not invalidate or prejudice the lien created thereon by the making and delivery of such notes or evidences of debt; and such real estate shall only be released from such liability or lien thereon on the full payment of such notes or evidences of debt, or such part thereon as may be demanded by the directors of the company, and the cancelling of the insurance or insurances for which they were given, as premiums, under such regulations as the directors may establish; and in case of any refusal or neglect to pay such notes or evidences of debt, either wholly or in part, whenever and as often as may be demanded by the directors of the company, the said directors may proceed, by bill, in any court having equity jurisdiction, to collect the same, or any part thereof, by sale, in the same manner as in the foreclosure of a mortgage on real estate; or said company may proceed by suit at law and execution as hereinafter provided.

Promissory notes to be liens on property insured.