

62. Whenever the reserves of any bank or trust company shall fall below the amount required herein to be kept, such bank or trust company shall not increase its loans or discounts, otherwise than by discounting or purchasing bills of exchange payable at sight on demand, and the Bank Commissioner shall notify any bank or trust company whose reserves may be below the amount herein required, to make good such reserves, and in case the bank or trust company fails for thirty days thereafter to make good such reserve, the Bank Commissioner may notify the Governor, and he may direct the Attorney-General to institute proceedings for the appointment of a receiver or to wind up the business of such bank or trust company.

63. The total liabilities of any person, copartnership or corporation, to any bank or trust company for money borrowed, after the passage of this Act, including in the liabilities of the copartnership the liabilities of the several members thereof, except special partners, shall at no time exceed 20 per cent. of the amount of capital and surplus of such bank or trust company; but the discounting of bills of exchange drawn in good faith against actually existing values, and the discounting of commercial or business paper actually owned by a person on negotiating the same, shall not be considered as money borrowed, provided that by a two-thirds vote of the directors the liabilities of any person, copartnership or corporation may be increased to a total sum not exceeding 30 per cent. of the capital and surplus of such bank or trust company upon approved security. Nothing in this section contained shall apply to the holding by any bank or trust company of negotiable coupon bonds of any corporation.

64. It shall not be lawful for any bank or trust company to loan to any of its officers, directors, clerks or employees any of the funds of the institution without a responsible endorser, or sufficient collateral security, unless the same shall have been authorized, both as to the amount and security, by a resolution of the board of directors, to be recorded.

65. It shall be unlawful for any officer, clerk or agent of any bank or trust company doing business under this Act to certify any check, draft or order drawn upon the bank or trust company unless the person, firm or corporation drawing such check, draft or order has on deposit at the time an amount of money equal to the amount specified in such check, draft or order. Any check, draft or order so certified by the duly authorized officer shall be a good and valid obligation against such bank or trust company.