

CHAPTER 2.

AN ACT to amend the Charter of the Grangers Mutual Fire Insurance Company of Frederick County, Maryland, as heretofore amended, by repealing and re-enacting with amendments Sections Eight, Nine, Ten and Thirteen of Chapter 149 of the Acts of 1916, entitled "An Act to amend the Charter of the Grangers Mutual Fire Insurance Company of Frederick County, Maryland."

SECTION 1. *Be it enacted by the General Assembly of Maryland,* That Sections Eight, Nine, Ten and Thirteen of Chapter 149 of the Acts of 1916, entitled "An Act to amend the Charter of the Grangers Mutual Fire Insurance Company of Frederick County, Maryland," be and the same are hereby repealed and re-enacted to read as follows:

Section 8. When application is made, in writing or otherwise, for insurance in said Company, the cash premium and other charges thereon paid, the policy issued and accepted by the insured, then the insured shall be a member of said Company and bound by the provisions of the Charter and by-laws.

Section 9. Every policy issued by said Company shall state plainly the premium upon which it is issued.

Section 10. When application is made for insurance in said Company the Company shall determine the premium upon which said insurance shall be granted and the policy issued, the said premium to be computed according to the rates as fixed by the Board of Directors, and which premium the insured shall pay in advance to said Company.

Section 13. The Board of Directors of the Company shall have power to regulate the time and duration of all policies issued by the Company; invest all income derived from whatever source; create and maintain a surplus fund and add thereto if the amounts received as cash premiums shall exceed the amount required to pay losses and expenses for any year, but if the amounts received in any one year as the cash premium for maintaining the insurance should be insufficient to pay the losses and expenses for such year, the deficiency shall be taken from the surplus and no extra assessment shall be made to meet such deficiency until the available funds from the surplus shall