

income and shall be added to the reserve fund of the corporation. At the close of each fiscal year there shall be set apart to the reserve fund 20% of the net income of the corporation, which has been earned for the year. This amount may be increased by vote of the members of the credit union on the recommendation of the Board of Directors. The reserve fund shall belong to the corporation and shall be held to meet contingencies rising through losses in loans, etc. and shall not be distributed to members, except upon dissolution of the corporation. When the reserve fund shall equal 20% of the amount paid in on shares by members, only such amount of the annual net income shall thereafter be transferred to the reserve fund as shall be necessary to maintain such reserve fund at such percentage of the amount of shares paid in, after losses have been duly charged against the fund.

SEC. 2. *And be it further enacted*, That this Act shall take effect June 1, 1945.

Approved April 23, 1945.

CHAPTER 666.

(House Bill 434)

AN ACT to repeal and re-enact, with amendments, Section 141 of Article 11 of the Code of Public General Laws of Maryland (1943 Edition), title "Banks and Trust Companies", sub-title "Credit Unions", providing for deposits of the funds of Credit Unions in shares of certain Building and Loan Associations.

SECTION 1. *Be it enacted by the General Assembly of Maryland*, That Section 141 of Article 11 of the Code of Public General Laws of Maryland (1943 Edition), title "Banks and Trust Companies", sub-title "Credit Unions", be and the same is hereby repealed and re-enacted, with amendments, to read as follows:

141. Any capital, deposits or surplus of a credit union in excess of the amount for which loans to members shall be approved by the credit committee, may be deposited in banking institutions organized under the laws of Maryland, or in national banks located therein, or may be invested in registered or coupon bonds of the United States, the State of Maryland, or of any county or municipality of this State, including public stock debt of Baltimore City or any other investments