

appointed as provided herein shall remain in office and the employees of such association shall remain in their respective positions; however, by order of the appointing court, upon good cause shown, the conservator may remove any director, officer, or employee.

(e) *Operation of association.* By order of the appointing court, while an association is in the charge of a conservator, members of such association shall continue to make payments to the association in accordance with the terms and conditions of their contracts, and the conservator may permit free share account holders to withdraw their accounts from the association pursuant to the provisions of such order. The conservator shall have power to accept free share accounts and additions to free share accounts, but any such amounts received by the conservator may be segregated; if so ordered, such amounts shall not be subject to offset and shall not be used to liquidate any indebtedness of such association existing at the time the conservator was appointed for it or any subsequent indebtedness incurred for the purpose of liquidating the indebtedness of any such association existing at the time such conservator was appointed. All expenses of the association during such conservatorship shall be paid by the association.

160L. RECEIVERSHIP.

(a) *Appointment of receiver.* If irregularities complained of in a final order are not corrected, or if any irregularities complained of in a petition for the appointment of a conservator are not corrected, or in the case of any emergency, the Director, if in his judgment the public interest requires, acting through the Attorney General, may apply to an equity court for the city or county where the association has its principal Maryland office for the appointment of a receiver, who may be the Director. Such court is authorized to appoint a receiver if it finds that such association: (1) is in an impaired or insolvent condition; or (2) is in substantial violation of any valid and applicable law or regulation; or (3) is concealing any of its assets, books or records; or (4) is conducting an unsafe and unsound operation.

(b) *Procedure.* The procedure in such receivership action, shall be in all other respects in accordance with the practice in such court, including all rights of appeal and review provided by law.

160M. INCORPORATION AND ORGANIZATION.

(a) *Selection of chairman of incorporators; subscriptions required; general reserve fund.* (1) Any number of natural persons, not less than five (5), who shall be at least twenty-one (21) years of age, citizens of the United States and bona fide residents of this State, may hereafter associate as incorporators to establish an association under this Article upon the terms and conditions and subject to the liabilities prescribed herein. The incorporators shall appoint one of their number as chairman of the incorporators. The incorporators shall pay in cash to such chairman as subscriptions to free share accounts of the proposed association, including that part of the original subscription paid by such chairman, an aggregate amount, determined by the location of the principal office of the proposed association, as follows: a minimum sum of ten thousand dollars (\$10,000.00) in cities, towns or villages having up to fifteen thousand (15,000) in-