

## 416.

(a) There shall be a loan committee of such corporation for each of the [five] economic regions as [defined in] *established under the provisions of Section 413 of this sub-title.* One member of the board of directors elected from each such region shall serve as a member and chairman of each such loan committee for their respective regions as designated by the chairman of the board of directors. Each such loan committee shall have four additional members who shall be elected by the members of the corporation from such region and each of whom shall be of full age and a citizen of the United States and shall be a resident of such region or maintain a regular place of business therein. In such elections, members of the corporation from each such region shall have one vote each; and each member having a loan limit, as defined by Section 420 of this sub-title, of more than fifty thousand dollars shall have one additional vote. The elected members of each such loan committee shall be elected at the annual meetings of such corporation and shall serve for terms of one year.

[(e) In connection with the approval of loan applications, the board of directors shall adhere to the principle that the amount of loans outstanding in connection with properties or business operations in any economic region, expressed as a percentage of the total amount of loans outstanding in all regions, shall not be greater than three times the percentage relationship between the total value (at par) of the corporation's capital stock which is registered in the name of persons, firms, or corporations having regularly established places of business in that region, and the total value (at par) of all of the corporation's capital stock outstanding.]

## 417.

(c) Each stockholder shall have one vote, in person or by proxy, for each share of capital stock held by him; and each member shall have one vote in person or by proxy, except that any member having a loan limit of more than one thousand dollars shall have one additional vote, in person or by proxy, for each additional one thousand dollars which such member is authorized to have outstanding on loans to the corporation at any one time as determined *by the formula for loan limits under the provisions of Section 420 of this sub-title.* *Any loans voluntarily made by a member in excess of its loan limit shall not increase the number of votes to which such member shall be entitled.*

## 419.

(c) For the purposes of this sub-title, the term "financial institution" shall mean any *national banking [corporation or institution, trust company, savings bank, cooperative bank, savings and loan association or building corporation, partnerships, foundation, insurance company, or other institution engaged in lending or investing funds or whose activities include lending or investing funds.] association and state-chartered commercial banks, trust companies and savings banks.*