

(d) Such outstanding certificates shall be entitled to receive interest at such rate as may be approved by the Commissioner from time to time and may be repayable under such terms, and in such pro rata installments, as the Commissioner may approve.

(e) At the close of each fiscal closing year each newly chartered mutual savings institution shall transfer and credit to its guarantee fund an amount not less than ten per cent (10%) of its net earnings before interest. When said unimpaired guarantee fund reaches an amount equal to at least five per cent (5%) on the whole amount of its deposits no further additions shall be required to be made to the guarantee fund except as provided in Sections 40, 42 and 43 of this Article. Until the guarantee fund reaches the required minimum herein set forth no payments shall be permitted to be made on the deferred payment certificates by way of principal but the Commissioner may permit interest to be paid on said certificates during this period at such annual rate as he may approve.

41.

(a) Every savings institution existing under the laws of the State of Maryland, or which may hereafter be incorporated, transacting strictly a savings bank business, shall be capable of receiving from any person or persons, or bodies corporate or politic, any deposit of money, which shall be invested or loaned out on good security, in the discretion of the directors; provided, no part of the funds of such corporation shall be loaned to any officer, director or employee thereof. The deposits in any savings institution may be withdrawn at such time and in such manner as its bylaws may permit, but such institution may at any time require a depositor to give a notice, not exceeding ninety days, of his intention to withdraw the whole or any part of his deposit.

(b) Every such savings institution shall have the power to construct, own and let for hire, vaults, safes and like receptacles for the safekeeping and storage of securities and valuables, and to receive for deposit securities or valuables upon such terms and conditions as may be agreed upon between such institutions and persons, firms or corporations desiring to rent said vaults, safes and like receptacles, or to deposit securities or other valuables with said institutions.

(c) Any mutual savings institution, by vote of its board of directors may borrow money for the purpose of repaying its depositors, or for such other purposes as said board may deem to be in the best interests of such institutions. Any borrowing made under the authority of this section, shall be for periods aggregating not more than one year, subject, however, to renewal for any unpaid balance after such year with the written approval of the [Banking] Commissioner. Except with the prior approval of the [Banking] Commissioner, the aggregate amount of all borrowing outstanding at any one time for purposes other than repaying its depositors, shall not exceed five per cent of the deposits of such institution as shown by its books at the time of such borrowing. Such institution may pledge its assets as security for any sum borrowed under the authority of this section. A copy of the resolution of the board of directors authorizing such borrowing shall be forwarded forthwith to the [Banking] Commissioner.