

OF OBLIGATIONS.

(6) TO INVEST ANY OF ITS FUNDS, UPON PROPER AUTHORIZATION THEREOF BY THE BOARD OF DIRECTORS, IN ANY OF THE FOLLOWING:

(I) CASH OR DEPOSITS IN CHECKING OR SAVINGS ACCOUNTS, OR UNDER CERTIFICATES OF DEPOSIT IN NATIONAL OR STATE BANKING INSTITUTIONS, WHICH ARE MEMBERS OF THE FEDERAL DEPOSIT INSURANCE CORPORATION.

(II) SAVINGS AND LOAN ASSOCIATION SHARE ACCOUNTS TO THE EXTENT THAT THE ACCOUNTS ARE INSURED BY THE FEDERAL SAVINGS AND LOAN INSURANCE CORPORATION OR BY THE MARYLAND SAVINGS-SHARE INSURANCE CORPORATION.

(III) INTEREST-BEARING BONDS, NOTES, CERTIFICATES OF INDEBTEDNESS, BILLS, OR OTHER OBLIGATIONS OF THE UNITED STATES, ANY STATE, OR THE DISTRICT OF COLUMBIA, OR OF ANY COMMISSION, INSTRUMENTALITY, AGENCY, AUTHORITY, OR POLITICAL SUBDIVISION THEREOF HAVING LEGAL AUTHORITY TO ISSUE THE SAME.

(IV) INTEREST-BEARING BONDS, NOTES, OR OTHER INTEREST-BEARING OBLIGATIONS OF ANY CORPORATION CREATED OR EXISTING UNDER THE LAWS OF THE UNITED STATES, ANY STATE, OR THE DISTRICT OF COLUMBIA.

(V) DIVIDEND-PAYING STOCKS OR SHARES HAVING READILY MARKETABLE VALUES OF ANY CORPORATION CREATED OR EXISTING UNDER THE LAWS OF THE UNITED STATES, BUT IT MAY NOT INVEST MORE THAN 10% OF ITS TOTAL ASSETS IN THESE STOCKS, NOR MORE THAN 3% OF ITS TOTAL ASSETS IN THE STOCK OF ANY ONE CORPORATION.

(VI) LOANS SECURED BY FIRST MORTGAGES OR DEED OF TRUST ON OTHERWISE UNENCUMBERED FEE-SIMPLE REAL ESTATE OR IMPROVED LEASEHOLD PROPERTY IN THIS STATE, PROVIDED THE LOANS ARE PURCHASED FROM A MEMBER ASSOCIATION.

(VII) GROUND RENTS IN THIS STATE.

(VIII) COLLATERAL LOANS SECURED BY PLEDGE OF ANY SECURITY HEREINABOVE NAMED.

(IX) DIRECT LOANS TO MEMBER ASSOCIATIONS UNDER THE TERMS AND CONDITIONS ESTABLISHED THEREFOR BY THE BOARD OF DIRECTORS WHEN APPROVED BY THE BANK COMMISSIONER AND IS NECESSARY OR DESIRABLE TO PREVENT LIQUIDATION OF THE MEMBER ASSOCIATION.

(7) TO EXERCISE ALL OTHER CORPORATE POWERS GRANTED BY GENERAL LAW TO CORPORATIONS IN THIS STATE, NOT INCONSISTENT HERewith AND NECESSARY OR APPROPRIATE TO THE PURPOSES HEREOF.

(C) THE EARNINGS SHALL BE ACCUMULATED BY THE CORPORATION, AND NO PART THEREOF MAY BE RETURNED TO