EXCEPT IN THE CASE OF STOCK PURCHASED BY AN OFFICER, DIRECTOR, OR EMPLOYEE OF THE CORPORATION UNDER A STOCK OPTION PLAN AUTHORIZED UNDER §2-207 OF THIS SUBTITLE, THE FOLLOWING [[MAY]] <u>DOES</u> NOT CONSTITUTE PAYMENT FOR STOCK OR CONVERTIBLE SECURITIES, BUT MAY CONSTITUTE PAYMENT FOR WARRANTS OR OPTIONS IF PAID OR PERFORMED BEFORE THE STOCK OR CONVERTIBLE SECURITIES [[SWUBJECT]] <u>SUBJECT</u> TO THE WARRANTS OR OPTIONS ARE ISSUED:

(1) FUTURE LABOR;

(2) FUTURE SERVICES; OR

(3) OBLIGATIONS OF THE PURCHASER FOR FUTURE PAYMENT.

(C) DEFAULT IN PAYMENT OF INSTALLMENT OR CALL.

(1) IN CASE OF DEFAULT IN THE PAYMENT OF AN INSTALLMENT OR CALL WHEN DUE, THE CORPORATION MAY PROCEED TO COLLECT THE AMOUNT DUE IN THE SAME MANNER AS ANY DEBT DUE THE CORPORATION.

(2) IF THE CORPORATION IS UNABLE TO COLLECT THE AMOUNT DUE WITHIN SIX MONTHS AFTER THE DEFAULT, THE STOCK AND ANY CONSIDERATION PREVIOUSLY PAID BY THE SUBSCRIBER SHALL BE FORFEITED TO THE CORPORATION IF:

(I) THE CORPORATION HAS GIVEN THE SUBSCRIBER AT LEAST TEN DAYS WRITTEN NOTICE OF THE PROPOSED FORFEITURE, MAILED TO HIM AT HIS ADDRESS AS IT APPEARS ON THE RECORDS OF THE CORPORATION; AND

(II) THE SUBSCRIBER HAS NOT PAID THE AMOUNT DUE WITHIN THE TEN-DAY PERIOD.

(D) WHEN FULL PAID AND NONASSESSABLE.

WHEN THE CORPORATION RECEIVES PAYMENT OF THE CONSIDERATION FOR WHICH STOCK OR CONVERTIBLE SECURITIES ARE TO BE ISSUED, THE STOCK OR CONVERTIBLE SECURITIES ARE FULL PAID AND NONASSESSABLE.

REVISOR'S NOTE: Subsections (a) and (b) of this section presently appear as Art. 23, §22(a). Material dealing with director and employee stock options appears in §2-207.

The language of present §22(a) which defines warrants or options is deleted since these terms are well understood.

Subsection (c) of this section presently