

A PERSON MAY NOT TRANSACT A SAVINGS AND LOAN BUSINESS OR DO ANY BUSINESS UNDER ANY NAME OR TITLE OR CIRCULATE OR USE ANY ADVERTISEMENT OR REPRESENTATION WHICH INDICATES OR REASONABLY IMPLIES THE OPERATION OF A SAVINGS AND LOAN BUSINESS UNLESS THAT PERSON:

(1) IS AN ASSOCIATION, A FEDERAL ASSOCIATION, OR A FOREIGN ASSOCIATION AUTHORIZED TO DO BUSINESS IN THE STATE; AND

(2) COMPLIES WITH AND CONDUCTS ITS BUSINESS IN ACCORDANCE WITH THE APPLICABLE PROVISIONS OF THIS ARTICLE AND THE CORPORATIONS AND ASSOCIATIONS ARTICLE.

161M.

(A) MAINTENANCE OF FREE-SHARE ACCOUNTS AND GENERAL RESERVE FUND.

(1) EVERY ASSOCIATION SHALL MAINTAIN AT ALL TIMES THE MINIMUM AGGREGATE AMOUNT OF FREE-SHARE ACCOUNTS WHICH THE BOARD OF COMMISSIONERS REQUIRES.

(2) EACH ASSOCIATION SHALL MAINTAIN THE GENERAL RESERVE FUND REQUIRED UNDER ~~§ 6-203(D)~~ OF THE CORPORATIONS AND ASSOCIATIONS ARTICLE UNTIL THE GENERAL RESERVE FUND MINUS THE AMOUNT REQUIRED TO BE PAID UNDER § 6-203(B) OF THE CORPORATIONS AND ASSOCIATIONS ARTICLE IS EQUAL TO AT LEAST 6 PERCENT OF THE WITHDRAWAL VALUE OF THE FREE-SHARE ACCOUNTS OF THE ASSOCIATION OR UNTIL A FIVE YEAR PERIOD EXPIRES, WHICHEVER OCCURS FIRST.

(B) REPAYMENT OF EXPENSE FUND CONTRIBUTIONS.

REPAYMENT OF CONTRIBUTIONS OF AN INCORPORATOR TO THE EXPENSE FUND OF AN ASSOCIATION MAY BE MADE UNDER § 6-205 OF THE CORPORATIONS AND ASSOCIATIONS ARTICLE AFTER PROVISION FOR STATUTORY RESERVES AND AFTER DECLARATIONS OF DIVIDENDS ON FREE-SHARE ACCOUNTS OF NOT LESS THAN 2 PERCENT PER ANNUM.

161FF.

(D) ADDITIONAL DIVIDENDS ON FREE-SHARE ACCOUNTS.

THE PROVISIONS OF THIS ARTICLE AND TITLE 6, SUBTITLE 2 OF THE CORPORATIONS AND ASSOCIATIONS ARTICLE DO NOT PREVENT THE PAYMENT FROM EARNINGS OF AN ADDITIONAL DIVIDEND OF NOT MORE THAN 1.5 PERCENT PER ANNUM ON EVERY FREE SHARE ACCOUNT MAINTAINED AT A SPECIFIED MINIMUM AMOUNT FOR A SPECIFIED MINIMUM PERIOD OF TIME IF:

(1) THE BOARD OF COMMISSIONERS BY RULE OR REGULATION ALLOW THE PAYMENT; AND