

(4) BE ENTITLED TO PAYMENT OF DIVIDENDS ONLY AFTER DIVIDENDS ARE DECLARED AND PAID ON EVERY FREE SHARE ACCOUNT AS PROVIDED IN ARTICLE 23, § 161FF OF THE CODE;

(5) BE TERMED AND DESIGNATED "GUARANTY STOCK" NOTWITHSTANDING ANY CHARTER OR BYLAW PROVISION; AND

(6) BE ISSUED ONLY:

(I) ON PAYMENT IN CASH OF AT LEAST ITS PAR VALUE; OR

(II) UNDER A PLAN OF CONSOLIDATION, MERGER, OR REORGANIZATION APPROVED UNDER § 6-227 OF THIS SUBTITLE.

(C) EACH CERTIFICATE WHICH EVIDENCES GUARANTY STOCK SHALL BEAR ON ITS FACE A STATEMENT THAT THE SHARES ARE "GUARANTY STOCK" AND ARE NOT INSURED BY THE MARYLAND SAVINGS-SHARE INSURANCE CORPORATION OR THE FEDERAL SAVINGS AND LOAN INSURANCE CORPORATION.

6-215.

(A) A GUARANTY STOCK ASSOCIATION ~~SHALL~~ MAY NOT GRANT ANY LOAN WHICH IS SECURED IN WHOLE OR IN PART BY SHARES OF GUARANTY STOCK.

(B) A GUARANTY STOCK ASSOCIATION MAY NOT REPURCHASE SHARES OF GUARANTY STOCK FOR ITS OWN ACCOUNT WITHOUT OBTAINING THE PRIOR WRITTEN APPROVAL OF THE DIVISION DIRECTOR.

6-216.

(A) IN THIS SECTION "CONTROLLING PERSON" MEANS AN INDIVIDUAL OR LEGAL ENTITY, ACTING DIRECTLY OR INDIRECTLY, IN CONCERT WITH ONE OR MORE OTHER INDIVIDUALS OR LEGAL ENTITIES, OR THROUGH ONE OR MORE SUBSIDIARIES, WHO OWNS, CONTROLS, OR HOLDS WITH POWER TO VOTE, OR HOLDS PROXIES REPRESENTING MORE THAN 10 PERCENT OF THE VOTING SHARES OF THE GUARANTY STOCK ASSOCIATION, OR CONTROLS IN ANY MANNER THE ELECTION OF A MAJORITY OF THE DIRECTORS OF THE GUARANTY STOCK ASSOCIATION. A "CONTROLLING PERSON" SHALL BE A RESIDENT OF THIS STATE OR THE UNITED STATES.

(B) NO PERSON MAY DIRECTLY OR INDIRECTLY ACQUIRE CONTROL OF MORE THAN ONE GUARANTY STOCK ASSOCIATION.

(C) (1) ANY CONTROLLING PERSON SHALL NOT ENGAGE OR PARTICIPATE DIRECTLY OR INDIRECTLY IN ANY BUSINESS OR TRANSACTION CONDUCTED ON BEHALF OF OR INVOLVING THE GUARANTY STOCK ASSOCIATION WHICH WOULD RESULT IN A CONFLICT OF INTEREST WITH THE GUARANTY STOCK ASSOCIATION.

(2) NOTWITHSTANDING SUBSECTION (C) (1), A CONTROLLING PERSON MAY ENGAGE IN ANY BUSINESS OR TRANSACTION WITH A GUARANTY STOCK ASSOCIATION IF: