PART III. GUARANTY STOCK.

9-323. POWER TO ISSUE GUARANTY STOCK.

IF ITS CHARTER PROVIDES, A GUARANTY STOCK ASSOCIATION MAY ISSUE ONE CLASS OF GUARANTY STOCK IN ADDITION TO ITS FREE SHARE ACCOUNTS.

REVISOR'S NOTE: This section is new language derived without substantive change from CA § 6-213(a) and the first clause of (c).

In this section, the present phrase "if the savings and loan association qualifies under subsection (b) and complies with subsection (c) of this section" is deleted as unnecessary.

Also in this section, the phrase "[i]f its charter provides" is added for clarity.

As to incorporation as a guaranty stock association, see Subtitle 2 of this title.

As to conversion to a guaranty stock association by a mutual association, see Subtitle 6 of this title.

The defined term "guaranty stock association" is substituted for "savings and loan association". See § 9-101 of this title.

9-324. VOTING RIGHTS.

THE ARTICLES OF INCORPORATION OF A GUARANTY STOCK ASSOCIATION SHALL PROVIDE THAT EACH HOLDER OF A FREE SHARE ACCOUNT MAY VOTE ON ANY MATTER ON WHICH A GUARANTY STOCKHOLDER MAY VOTE UNDER § 9-303 OF THIS SUBTITLE.

REVISOR'S NOTE: This section is new language derived without substantive change from CA § 6-213(c)(1).

NOTE THE GENERAL ASSEMBLY: This section has inherent conflicts of equitable interests between a stockholder and the holder of a free share account.

"Guaranty stock association" is defined in § 9-101 of this title.

9-325. GENERAL PROVISIONS.

A GUARANTY STOCK ASSOCIATION:

(1) SHALL OBTAIN THE PRIOR WRITTEN APPROVAL OF THE DIVISION DIRECTOR FOR EACH PROSPECTUS, OFFERING CIRCULAR, OR ADVERTISEMENT OFFERING GUARANTY STOCK FOR SALE