

(A) AFTER ITS ARTICLES OF INCORPORATION ARE FILED FOR RECORD AND ITS REQUIRED CAPITAL STOCK AND SURPLUS ARE PAID IN FULL, THE SUBSIDIARY SAVINGS BANK SHALL GIVE TO THE BANK COMMISSIONER NOTICE THAT THE SUBSIDIARY SAVINGS BANK HAS COMPLIED WITH ALL OF THE APPLICABLE PROVISIONS OF THIS SUBTITLE.

(B) THE BANK COMMISSIONER SHALL EXAMINE THE CONDITION OF THE SUBSIDIARY SAVINGS BANK TO DETERMINE:

(1) THE NAME AND RESIDENCE OF EACH DIRECTOR;

(2) IF THE REQUIRED CAPITAL STOCK AND SURPLUS ARE PAID IN FULL; AND

(3) IF THE SUBSIDIARY SAVINGS BANK HAS COMPLIED WITH ALL OTHER APPLICABLE PROVISIONS OF THIS TITLE.

(C) IF, AFTER EXAMINATION, IT APPEARS THAT THE SUBSIDIARY SAVINGS BANK LAWFULLY IS ENTITLED TO DO BUSINESS, THE BANK COMMISSIONER SHALL ISSUE THE CERTIFICATE OF AUTHORITY TO DO BUSINESS.

(D) (1) IF, AFTER EXAMINATION, IT APPEARS THAT THE REQUIRED CAPITAL STOCK AND SURPLUS HAS NOT BEEN PAID IN FULL, THE BANK COMMISSIONER MAY NOT ISSUE THE CERTIFICATE OF AUTHORITY TO DO BUSINESS.

(2) IF, AFTER EXAMINATION, THE BANK COMMISSIONER HAS REASON TO BELIEVE THAT THE STOCKHOLDERS FORMED THE SUBSIDIARY SAVINGS BANK FOR ANY PURPOSE OTHER THAN LEGITIMATE BUSINESS UNDER THIS ARTICLE, THE BANK COMMISSIONER, WITH THE ADVICE AND CONSENT OF THE SECRETARY OF LICENSING AND REGULATION, MAY WITHHOLD THE CERTIFICATE.

4-908.

AFTER PROVIDING FOR DUE OR ACCRUED EXPENSES, LOSSES, INTEREST, AND TAXES, THE BOARD OF DIRECTORS OF A SUBSIDIARY SAVINGS BANK MAY DECLARE A CASH DIVIDEND ONLY FROM THE FOLLOWING:

(1) ITS UNDIVIDED PROFITS; OR

(2) WITH THE APPROVAL OF THE BANK COMMISSIONER, ITS SURPLUS IN EXCESS OF 100 PERCENT OF ITS REQUIRED CAPITAL STOCK.

4-909.

THE BANK COMMISSIONER MAY EVALUATE THE ASSETS OF A SUBSIDIARY SAVINGS BANK BY A METHOD THAT THE FEDERAL DEPOSIT INSURANCE CORPORATION OR ANY OTHER APPROPRIATE FEDERAL AUTHORITY ADOPTS FOR THE EVALUATION OF SUCH ASSETS.

4-910.