

next, be paid to James Barry, &c. one other third part thereof to the directors to be appointed in virtue of this act, within 6 months thereafter, and the residue on or before the second Monday in Feb. 1797, the payment whereof shall be secured by negotiable notes, payable to the said James Barry, &c. with security; and in case default shall be made in the payment of any of the proportions of any share at the times limited for the payment thereof, it shall be lawful for the said company to dispose of the same, and the persons so failing shall be held liable for any damage sustained thereby, to be deducted out of the sum paid in, and such default shall be deemed a forfeiture of their right to every share by them unpaid for as aforesaid, but not of the money so paid in; but if any person shall neglect to pay the same one third part on or before the said 1st Monday of Feb. he shall cease to be a member of the said corporation, and his share or shares shall and may be disposed of by the directors, to be chosen as is hereinafter directed, to such person or persons as may apply for the same.—*ibid.* § 3.

3. Out of the capital stock aforesaid the sum of 20,000 dollars shall be kept in some secure place of deposit, to answer all demands upon their policies for any losses incurred, and shall not be employed, either directly or indirectly, in the business of banking or trade, and the residue shall be invested in the stock of the bank of the United States, or of the banks in this state, or in the public debt of the United States.—*ibid.* § 4.

4. The said company shall not be competent to purchase, take or hold any real or personal estate, other than such as may be recovered by them for premiums, and such as may be necessary for its immediate accommodation in business.—*ibid.* § 5.

5. There shall be annually chosen, by ballot, on the 1st Monday in Feb. 13 directors, being stockholders in the said company, by a majority of the stockholders, and the directors so chosen shall serve for one year next ensuing the elections respectively, and until others shall be chosen, and no longer; and the directors so chosen, at their first meeting, shall choose one of their number as president, and from time to time shall supply any vacancy which may happen in the office of director or president, to continue until the next general election.—*Ibid.* § 6.

6. The directors for the time being shall have power to appoint such officers, clerks and servants under them, as shall be deemed necessary for executing the business of the said company, and allow them such salaries as they may judge reasonable.—*Ibid.* § 7.

7. The said directors shall from time to time, apply all sums received by them for premiums to the payment of their losses in the first instance, and