

MAINE STATE LEGISLATURE

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E I G H T Y - E I G H T H L E G I S L A T U R E

Legislative Document

No. 561

H. P. 1483

House of Representatives, February 16, 1937.

Referred to Committee on Banks and Banking. Sent up for concurrence and 500 copies ordered printed.

HARVEY R. PEASE, Clerk.

Presented by Mr. Hinckley of South Portland.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED
THIRTY-SEVEN

**AN ACT to Permit Loan and Building Associations to Issue Prepaid
Shares.**

Be it enacted by the People of the State of Maine, as follows :

R. S., c. 57, § 101, amended. Section 101 of chapter 57 of the revised statutes as amended by chapter 172 of the public laws of 1935, is hereby further amended to read as follows :

‘Sec. 101. Capital stock; shares may be issued in series. Associations may issue shares upon either the serial or permanent plan, or both. Shares issued upon the permanent plan may be taken out at any time and shall have no maturity. Shares issued upon the serial plan shall be of the ultimate value of \$200 each and shall be issued in quarterly, half yearly or yearly series, but no shares of a prior series shall be issued after the opening of a new series. Shares may also be issued upon the payment of such an amount as will mature them by the addition of dividends accredited thereon at the same percentage of profits apportioned to instalment shares. Full-paid income shares may also be issued to shareholders whose shares shall have reached maturity value. The owners of such full-paid income shares shall

remain shareholders and not creditors. **Prepaid shares may be issued in units of \$200 or multiples thereof upon payment by the subscriber of a lump sum. Owners of such prepaid shares shall be shareholders and not creditors of the association.'**