

dates, and for such sums, as the directors shall determine; and every policyholder on the mutual system who has given a premium note or undertaking shall pay the sums from time to time payable by him to the Company during the continuance of his policy in accordance with such 5 assessment.

Effect of non-payment of assessment.

13. If the assessment on the premium note or undertaking upon any policy be not paid within thirty days after the day on which the said assessment shall become due the policy of insurance for which the said assessment shall 10 have been made shall be null and void as respects all claim for losses occurring during the time of such nonpayment: Provided always, that the said policy shall be reinstated when such assessment shall have been paid, unless the secretary give notice to the contrary to the assessed party; 15 but nothing shall relieve the assured party from his liability to pay such assessment or any subsequent assessments.

Right to sue for amount of assessment.

14. If any member or other person who has given a premium note or undertaking shall, for thirty days after the due date mentioned in the notice of assessment neglect 20 or refuse to pay said assessment the Company may sue for and recover the same with costs of suit and such proceeding shall not be a waiver of any forfeiture incurred by such non-payment.

Power of Company to deduct from payment due under a loss.

15. If there be any loss on property insured by the 25 Company, the board of directors may deduct the amount of the premium note, less any paid assessments thereon, from the payment due under the loss and retain the amount so deducted until the time has expired for which insurance has been made, and at the expiration of the said time the 30 insured shall have the right to demand and receive such part of the retained sum as shall not have been assessed against.

Effect of insurance on cash plan.

16. No insurance on the cash plan shall make the insured a member of the Company or liable to contribute or pay any sum to the Company or to its funds or to any other 35 member thereof beyond the cash premium agreed upon or give him any right to participate in the profits or surplus funds of the Company.

Distributions to policy holders on mutual system.

17. The directors may from time to time out of the earnings of the Company distribute equitably to the holders 40 of policies issued by the Company on the mutual system such sums as in the judgment of the directors are proper and justifiable.