

Distribution of Profits.

112. *Division of Net Profits.*—The remainder of the net profits left after providing for the charges specified in rule 109 shall be divided between—

(1) *The members* who have made purchases of the society during the period to which the division relates, according to the amount of their purchases ;

(2) *The non-members* who have made purchases of the society during such period, according to the amount of their purchases, provided that the sum so divided shall not exceed one-half of the sum to which they would be entitled as members ;

113. *Capitalization of Dividends :*

(1) Subject to the antecedent rules, all dividends not withdrawn within one calendar month after they become receivable, shall be credited to such member as loans, withdrawable on such notice, not less than one calendar month, as the directors may determine from time to time ;

(2) No fine shall be charged in respect of any share so placed to the credit of any member.

114. *General meetings may Capitalize Profits in certain Cases.*—The ordinary business meetings may direct that the appropriation of the proportion of the net profits of the society, authorised by clause 1 of Rule 118, shall be made up by paid-up shares.

CHAPTER IX.—DISPUTES AND EXPULSION OF MEMBERS.

115.—*Disputes—how to be determined.*—All disputes arising between a member, or any person claiming through a member, or under the rules of the society, and the society or any officer thereof, shall be dealt with as follows :—

(1) *Appointment of Arbitrators.*—At the first or any subsequent general meeting of the society after this rule is registered such number of arbitrators as the society may direct, and subject thereto, three shall be