

3. RESERVE FUND.

111. The Board may, before recommending any dividend, set aside out of the profits of the Company and invest such sum as they think proper (subject to Article S), as a Reserve Fund, to meet contingencies, or for writing off costs of patents, or for repairing or maintaining any property of the Company, erecting plant, or for any other purposes of the Company, and the same may be invested or applied accordingly from time to time in such manner as the Board shall determine, with power to employ the assets constituting the Reserve Fund in the business of the Company, and that without being bound to keep the same separate from the other assets. And the Board may, without placing the same to Reserve, carry over any profits which they think it not prudent to divide.

4. DIVIDENDS.

112. The Company in General Meeting may declare a dividend to be paid to the Members according to their rights and interests in the profits, but no larger dividend shall be declared than is recommended by the Board, and such dividend may be payable wholly or in part by the distribution of specific assets.

113. Subject to any priorities that may be given upon the issue of any Shares, the profits of the Company available for distribution, subject to the provisions hereinbefore contained, shall be distributed as dividend among the Members in accordance with the amounts paid up, or credited as paid up, on the Shares held by them respectively.

114. When in the opinion of the Board the position of the Company permits, interim dividends may be paid to the Members on account of the dividend for the then current year.

115. All dividends and interest shall belong and be paid to those Members who shall be on the register at the date at which such dividend shall be declared, or at the date on which such interest shall be payable respectively, notwithstanding any subsequent transfer or transmission of Shares.

116. If several persons are registered as joint holders of any Share, any one of such persons may give effectual receipts for all dividends and interest payable in respect thereof.

117. No dividend shall bear interest as against the Company.