

the said mortgaged securities for the recovery of the moneys thereby secured, either in law or equity, in the same manner as any other mortgagee is or shall be authorised to do, and also to purchase on sales made by virtue of any proceedings at law or equity, or otherwise to receive and to take any real estate in payment, or towards the satisfaction of any debt previously contracted and due to the said Corporation, and to hold the same until they can conveniently and advantageously sell and convert the same into money or other personal property; Provided always, that the lands, tenements and hereditaments which it shall be lawful for the said Company to hold, shall be only such as shall be requisite for its accommodation in relation to the convenient transaction of its business, or such as shall have been *bona-fide* mortgaged to it by way of security, or conveyed to it in satisfaction of debts previously contracted in the course of its dealings, or purchased at sales upon judgments which shall have been obtained for such debts.

security for  
payments of  
debts con-  
tracted with  
Company.

Proviso.

VI. And be it enacted, That it shall not be lawful for the said Company to deal in, use or employ any part of the funds or moneys thereof, in buying or selling any goods, wares or merchandise, in the way of traffic, or in banking operations; but it shall nevertheless be lawful for the said Company to purchase or hold any stock, Government securities, or other securities of public companies or funded debt for the purpose of investing therein any part of their funds or money, and also to sell and transfer the same, and again to renew such investment when and as often as a due regard to the interests of the said Company shall require; and also, to make loans of the funds on bond and mortgage, and the same to call in and re-loan, as occasion may render expedient.

Company not  
to deal in  
merchandise,  
nor engage in  
banking with  
its funds.

VII. And be it enacted, That the property, affairs and concerns of the said Company shall be managed and conducted by a board of seven Directors, one of whom shall be chosen President, and one Vice President, which Board, in the first instance, and until the first general annual meeting of the Company, and until others may be chosen and appointed as hereinafter provided, shall consist of Samuel Ward Ryckman, William L. Distin, William G. Kerr, Henry J. Lawrey, John Kerby, Arthur Smith, and S. B. Freeman, and of which Board two Directors shall go out of office by rotation each year, but who shall, nevertheless, be immediately eligible for re-election as Directors; and the election of two Directors, in place of those so retiring from office, shall be held and made at the general annual meeting of the Company by such of the members thereof as shall attend for that purpose, either in their own proper persons or by proxy; and all elections of such Directors shall be by ballot, and the two persons who shall have the greatest

Concerns of  
Company to  
be managed  
by a Board  
of Directors.

Manner of  
proceeding  
with election  
of Directors.