

gations shall belong to the Board of Directors; and they shall be signed by the President and the Treasurer.

21. Every Shareholder shall receive an amount of the obligations of the Association equal to the amount of his Shares.

22. The obligations of the Association shall be guaranteed by the Capital, and by the immoveable property hypothecated by the borrowers. 5

23. The obligations shall be transferable, by delivery, without endorsement, act of transfer, or other formality.

24. The Association shall pay annually, to the bearers or holders of the obligations, the interest agreed upon. 10

25. The obligations of the Association shall be redeemed at regular periods fixed by the Board of Directors, for the mutual benefit both of the Association and of the holders thereof; and six months' notice of such redemption shall be given to the holders of such obligations as are intended to be redeemed and paid off. 15

LOANS—REPAYMENTS.

6. The Association shall lend, in obligations, according to the nominal value thereof, on special hypothec, to the amount of one-half of the value of the property hypothecated by the borrower. The Association may also make loans in obligations, reckoned at par, on securities, notes of hand, or hypothecary bonds, and on funds lodged in their hands for a period of not less than six months. 20

27. Borrowers shall repay loans made to them by annuity, payable half yearly, the annual amount of which shall be fixed in the agreement, and borrowers shall be entitled to liquidate either the whole debt or a part thereof, receiving discount on the annual payments which are not due, at a rate to be determined by the Board of Directors. 25

28. If the borrower fail to make payment of the annuity as agreed on, the Association may, three months after the same or the indemnity agreed on in the contract shall have become due, and after payment of the same shall have been demanded at the domicile of the debtor, proceed, at the instance of the President, and in order to levy the annuity due, to cause to be sold all the moveable property which is not essential to the management and working of the real estate, and without any form of procedure other than two notices or publications, to be made two days before the sale, at the door of the church of the domicile of the debtor or at the most frequented or public place in the neighbourhood. 30 35

29. If there be no moveable property which can be sold, the Association shall take the management and working of the immoveable property hypothecated and shall conduct the same in the manner which may be judged to be most advantageous by the Board of Directors, until the debt, together with interest on the unpaid annuities at the rate of six per centum, shall have been completely paid by the receipt of the profits and revenues of the estate. 40 45

30. After such occupation and working of the real estate shall have terminated, of which a debtor and creditor account shall be kept, the