

by any member, shall be secured to such corporation, by mortgage on real or leasehold property, or by the hypothecation of stock of such corporation held by such member or by judgment of a court of law or by a justice of the peace or by a decree of a court of equity all as may be provided in the articles of association or by-laws; but in no case of hypothecation of stock no greater sum of money shall at any time be drawn out by any member than shall have been already paid in by him on all his shares at the time of said hypothecation, and all homestead or building associations organized under the laws of this State are hereby prohibited from investing in any other manner than in cash, fixtures, or loans on hypothecated stock of such association, judgments or decrees for payment of money received by courts in this State, mortgages on real or leasehold estates situate in this State and bonds of the United States and of this State.

As to exemptions from taxation, see art. 81, sec. 7.

169.

This section referred to in upholding constitutionality of sec. 131—see notes thereto. *Carozza v. Federal Finance Co.*, 149 Md. 246.

170.

Transaction between building association, bank and certain individuals, held not within this section. No evidence of fraud. *National Bank v. Crockett*, 145 Md. 445.

1929, ch. 453.

171A. Foreign building associations doing business in this State shall conduct such business in accordance with the laws governing domestic associations. No foreign building and loan association shall do business in Maryland until it procures from the State Tax Commission a certificate of authority to do business in this State, after complying with the following provisions:

(a) It shall deposit with the Treasurer of Maryland Fifty Thousand Dollars, in cash or bonds of the United States or of this State.

(b) It shall file with the State Tax Commission of Maryland a certified copy of its charter, constitution and by-laws, and other rules and regulations showing its manner of conducting business, together with a statement such as is required annually from all associations.

(c) It shall file with the State Tax Commission a power of attorney appointing a citizen of this State, resident within this State, the agent or attorney for the association, upon whom process of law can be served. There must also be filed a certified copy of the vote or resolution of the directors appointing such attorney, which appointment shall continue until another attorney is substituted, and said writing or power of attorney shall stipulate and agree on the part of the association making the same that any lawful process against said association which is served on such attorney shall be of the same legal force and validity as if served on such association within this State; and also that in case of the death or absence of the attorney so appointed, service of process may be made upon any one