

each of said notes shall be liable for its proportion of all the losses and expenses of the company up to the time of cancellation, as estimated by the directors, including cost of collecting.

SEC. 6. *And be it further enacted,* That all promissory notes on hand or other evidences of debt held by said company which shall have been given thereto for premiums for insurance or for any part or parts of said premium, shall constitute and be deemed a lien on any real estate which may be insured in consideration of such notes or evidences of debt, which real estate shall be liable for the full and just payment of such notes or evidences of debt, either wholly or in part, at such time or times as the directors shall demand, and of all legal charges that may be incurred by enforcing payment thereof, in case of refusal or neglect to pay by the drawers of such notes or evidences of debt. Any sale, mortgage or transfer of such real estate, subsequent to the date of such notes or evidences of debt, and during the time they are in existence, shall not invalidate or prejudice the lien created thereon by the making and delivery of such notes or evidences of debt; and such real estate shall only be released from such liability or lien thereon, on the full payment of such notes or evidences of debt, or such part thereon as may be demanded by the directors of the company, or the cancelling of the insurance or insurances for which they were given as premiums, under such regulations as the said directors may establish; and in case of any refusal or neglect to pay such notes or evidences of debt, either wholly or in part, whenever and as often as may be demanded by the directors of the company, the said directors may proceed by bill in any court having equity jurisdiction to collect the same, or any part thereof, by sale, in the same manner as in the foreclosure of a mortgage on real estate; or said company may proceed by suit at law and execution as herein after provided.

Evidences of debt to be liens on property insured.

SEC. 7. *And be it further enacted,* That James Wallace, Leonard S. Fleckenstein, Thomas L. Day, John Lamotte, Cassius M. Dashiell, Henry P. Cannon and James V. McCommons are hereby created directors of the said "Peninsula Mutual Fire Insurance Company," and shall manage its affairs until the last Thursday in July, after said company shall have commenced business and until their successors shall have been elected and qualified as hereinafter provided; and such of said directors as shall be present at their first meeting shall proceed

Directors.