

Sec. 2. Each director of a building and loan association whose total assets are less than \$300,000 shall actually own in his own name at least \$100 book value of the accumulated stock of the association, and where total assets exceed \$300,000 at least \$500 book value of the accumulated stock of the association.

Approved April 14, 1937.

CHAPTER 223—H. F. No. 1401

An act authorizing federal savings and loan associations to convert themselves into building and loan associations under the laws of Minnesota.

Be it enacted by the Legislature of the State of Minnesota:

Section 1. **Federal Savings and Loan Associations may convert themselves into building and loan associations.**—Any federal savings and loan association may convert itself into a building and loan association under the laws of the State of Minnesota upon the affirmative vote of 51 per cent or more of the votes cast at a legal meeting called to consider such action pursuant to the laws of the State of Minnesota and such rules and regulations as the Commissioner of Banks finds necessary and proper.

Approved April 14, 1937.

CHAPTER 224—H. F. No. 1402

An act to amend Laws 1931, Chapter 238, relating to contingent or reserve funds of building and loan associations.

Be it enacted by the Legislature of the State of Minnesota:

Section 1. **Reserve funds of Building and Loan Associations.**—That Laws of 1931, Chapter 238, be amended to read as follows:

"7753-1. Every association shall accumulate a fund to be known as a contingent or reserve fund by setting aside each semi-annual accounting period at least two per cent of its net earnings until the fund shall ultimately be equal to at least five per centum of its accumulated capital or to at least fifty per centum of the book value of all real estate owned by it, *whichever amount is the greater.* Such fund