TITLE TO REAL ESTATE

In the event the board of directors of the association shall find following a hearing that any of the common stock of this association has come into the hands of any person who is not an eligible member, or that the holder thereof has ceased to be an eligible member, such person shall have no rights or privileges on account of such stock or vote or voice in the management or affaires of the association (other than the right to participate in accordance with law in case of dissolution and to receive the par or book value of such stock, which ever is less, in the event of its sale or transfer as herein provided), and the association shall have the right (a) to purchase such stock at its book or par value, whichever is less, as determined by the board of directors of the association, and on the failure of the holder to deliver the certificate or certificates evidencing any such stock, the association may cancel the same on its books, or (b) to require the transfer of any such stock at such book or par value to any person eligible to hold the same and on the failure of the holder to deliver the certificate or certificates evidencing any such stock, the association may cancel the same on its books and issue a new certificate or certificates in lieu there of to any such person. The common stock of this association may be transferred only with the consent of the board of directors of the association and on the books of the association and then only to persons eligible to hold the same; and no purported assignment or transfer of common stock shall pass, to any person not eligible to hold the same, any rights or prvileges on account of such stock or vote or voice in the management or affairs of the association. Each eligible holder of common stock shall be entitled to only one vote in any meeting of the stockholders, regardless of the number of shares of stock owned by him. This association shall have a lien on all of its issued common stock and on dividends declared thereon for all indebtedness of the holders there of to the association. Noncumulative dividends, of not to exceed six (6) percent per annum may be paid upon the common stock (when funds are available therefor), if, as, and when declared by the board of directors, after the payment of dividends of not to exceed six (6) percent per annum on the preferred stock.

Section 3. The preferred stock of this association shall carry no voting rights and may be transferred only on the books of the association; and may be redeemed in whole or in part on a prorata basis at par, plus any dividends declared thereon and unpaid, at any time on thirty (30) days, notice by the association, provided said stock is redeemed in the same order as originally issued by years and on the failure to deliver the certificate or certificates evidencing any such stock the association may cancel the same on its books. Stock which has been redeemed may in the discretion of the board of directors, be reissued or retired. All such preferred stock so redeemed shall be paid for in cash at the par value thereof, plus any dividend declared thereon and unpaid; and such stock shall not bear dividends after it has been called for redemption. Non-cumulative dividends of not to exceed six (6) per cent per annum may be paid thereon when, if and as declared by the board of directors. At the discretion of the board of directors, all dividends or distributions of the association or any part thereof may be paid in certificates of preferred stock and/or credits on preferred stock, or ad interim certificates representing fractional parts thereof, subject to conversion into full shares. Upon dissolution or distribution of the assets of the association, the holders of all preferred stock shall be entitled to receive the par value of their stock, plus any dividend declared thereon and uppaid before any distribution is made on the common stock.

. In testimony whereof, we have hereunto set our hands this 23 day of May, 1942.

H. K. Townes

Carl D. Hodd

Ermest S. Neves

W. F. Moore

B. F. Martin

Wm. E. Martin

W. A. Neves

R. I. Barton

H. G. Barton

Smiley B. Williams

H. J. Southern

H. M. Moore

Ford F. Cook

J. E. Bishop

G. M. Smith

J. W. Griffith

C. B. Bright

T. L. x Forrester ) Witness: G. D. Butler his mark

Ralph Howard

Joe F. Howell