

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.

This association shall have lien on all of its issued preferred stock for all indebtedness of the holders thereof to the association.

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 or credits on preferred stock or ad interim certificates representing fractional parts thereof, subject to conversion into full shares.

Notwithstanding any of the foregoing provisions, the board of directors shall have the power, from time to time and at any time, to pay off or retire or secure a release or satisfaction of any preferred stock certificates to compromise or settle a dispute between a holder thereof and the association, to settle any estate of a deceased or bankrupt stockholder, or to close out a stockholder's interest when he has moved from the territory.

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 unpaid, before any distribution is made on the common stock.

ARTICLE VIII  
Cooperative Basis

This association shall be organized and operated on a non-profit cooperative basis for the mutual benefit of its patrons or producers. Therefore, at the end of each fiscal year, net earnings and/or proceeds as shown by the annual report of the auditors shall be allocated as set out in the association's by-laws.

IN WITNESS WHEREOF, we have hereunto set our hands this 21<sup>st</sup>  
day of March, 1931.

[Signature]  
[Signature]  
[Signature]

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