

Chapter S-L 12

LEGAL RESERVE

S-L 12.01 Legal reserve

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(2) **REQUIRED PERIODIC TRANSFERS TO LEGAL RESERVE.** Transfers from the net income of any period to the legal reserve, in accordance with the provisions of subsection (1) above, shall be made until the aggregate of the legal reserve, other general reserves and undivided profits is equal to 12% of the capital of the association as of the date of such transfer.

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