

20 membership; provided, that any beneficial member of a society who
 21 shall apply for additional benefits more than six months after becom-
 22 ing a beneficial member shall pass an additional medical examination
 23 or make an additional declaration of insurability, as required by the
 24 society, provided, however, that a declaration of insurability may be
 25 accepted only in cases

26 (a) of an applicant under forty-five (45) years of age and for in-
 27 surance not to exceed two thousand dollars (\$2000.00), and,

28 (b) of insurance on the lives of children under fifteen (15) years of
 29 age. Nothing herein contained shall prevent such society from ac-
 30 cepting general or social members to whom no certificates of insur-
 31 ance in any form shall be issued and who shall have no voice or vote
 32 in the management of the insurance affairs of the society, nor from
 33 issuing juvenile certificates on the lives of children under the age
 34 of fifteen (15) years.

35 "Beneficiaries. No beneficiary shall have or obtain any vested in-
 36 terest in the proceeds of any certificate until such certificate has be-
 37 come due and payable in conformity with the provisions of the in-
 38 surance contract. The insured member shall have the right at all
 39 times to change the beneficiary or beneficiaries in accordance with the
 40 constitution, by-laws, rules or regulations of the society. Every so-
 41 ciety may, by its constitution, by-laws, rules or regulations, limit the
 42 scope of beneficiaries."

1 SEC. 2. Sections eighty-eight hundred forty-three (8843), eighty-
 2 eight hundred forty-six (8846), and eighty-eight hundred forty-seven
 3 (8847), Code, 1935, are hereby repealed.

Approved April 20, 1939.

CHAPTER 225

FRATERNAL BENEFICIARY SOCIETIES

S. F. 335

AN ACT to amend section eighty-eight hundred twenty-nine (8829), code, 1935, relating to the investment of funds of fraternal beneficiary societies, orders, or associations organized under the laws of this state.

Be It Enacted by the General Assembly of the State of Iowa:

1 SECTION 1. That subsection one (1) of section eighty-eight hun-
 2 dred twenty-nine (8829) as the same now appears in the Code of
 3 1935, is hereby repealed and the following enacted in lieu thereof.

4 1. **Federal, territorial and Dominion obligations.** Bonds or other
 5 evidence of indebtedness issued or guaranteed by the United States or
 6 any insular or territorial possession of the United States, Federal
 7 farm loan bonds, Federal home loan bank bonds, Home Owners' Loan
 8 Corporation bonds, bonds, notes or obligations representing loans and
 9 advances of credit which are eligible for insurance by the Federal
 10 Housing Administrator, and bonds, notes or obligations secured by
 11 real property or leasehold which the Federal Housing Administrator
 12 has insured or has committed himself to insure or debentures issued

13 by such administrator and bonds issued by or guaranteed by the Do-
14 minion of Canada.

1 SECTION 2. Subsection six (6) of section eighty-eight hundred
2 twenty-nine (8829) is amended by striking all of the first sentence fol-
3 lowing the word "state" in the fourth line thereof and substituting
4 the following in lieu thereof:

5 "provided that the total indebtedness secured by such lien shall not
6 exceed sixty per cent (60%) of the value of the property upon which
7 it is a lien, provided, however, that such sixty per cent (60%) limita-
8 tion shall not apply to bonds and notes described in subsection one (1)
9 of this section."

1 SECTION 3. Subsection eight (8) of section eighty-eight hundred
2 twenty-nine (8829) is amended by striking from said subsection after
3 the comma following the word "company" in the thirty-third line
4 thereof, the words, "and in any event shall be so reconveyed at the
5 end of ten years from the date of the conveyance to the Commission-
6 er", and enacting the following in lieu thereof:

7 "and shall be so reconveyed at the end of ten years from the date
8 of conveyance to the Commissioner unless for good cause shown, the
9 Commissioner may extend the time for reconveyance."

1 SECTION 4. Section eighty-eight hundred twenty-nine (8829), sub-
2 section eight (8), is amended by striking from lines 49 and 50, the
3 words "contracts of sale,". Also strike the word "twenty" in line
4 51 and insert in lieu thereof the word "thirty".

1 SECTION 5. Section eighty-eight hundred twenty-nine (8829) is
2 amended by adding thereto the following subsection, to be numbered
3 subsection nine (9).

4 **9. Substitution of contracts of sale and purchase money mortgages**
5 **or purchase money deeds of trust.** Companies or associations may sub-
6 stitute for securities deposited contracts of sale, purchase money
7 mortgages or purchase money deeds of trust obtained through fore-
8 closure, settlement or satisfaction of other securities but only for an
9 amount approved by the commissioner of insurance.

Approved April 26, 1939.

CHAPTER 226

INVESTMENTS OF INSURANCE COMPANIES

S. F. 57

AN ACT to amend subsection six (6) of section eight thousand nine hundred twenty-seven (8927), code, 1935, relating to investments by insurance companies formed for the purpose of insurance other than life insurance to permit investment of the capital and funds of such insurance companies in the corporate stock of such company in furtherance of a general savings and investment plan for employees.

Be It Enacted by the General Assembly of the State of Iowa:

1 SECTION 1. Subsection six (6) of section eight thousand nine hun-
2 dred twenty-seven, Code, 1935, is hereby amended by inserting after