

either in the State of Maryland or elsewhere, as the board of directors or the executive committee thereof may direct; and every trust company shall also keep on hand, as an additional reserve, at least 5 per cent. of the amount of such deposits, which additional reserve may be kept on deposit in such bank or banks or trust company or trust companies as the board of directors or executive committee thereof may direct, or in the form of registered bonds or public stock of the United States, or the State of Maryland, or of Baltimore city, or of the bonds of any county or municipal corporation of this State, which shall be approved by the Bank Commissioner; provided, however, that any securities which have been deposited by any such trust company with the Treasurer of the State, in accordance with sections 110 and 118 of article 23 of the Annotated Code of Public Civil Laws of Maryland, may be considered as the whole or a part, as the case may be, of said last-mentioned required 5 per cent. reserve. Cash items shall not be considered as a part of the reserve herein required to be kept by either banks or trust companies, but cash actually on hand held by a trust company shall be considered as a part of the reserve herein first required to be kept by such trust company.

1910, ch. 219, sec. 62 (p. 28).

**63.** Whenever the reserves of any bank or trust company shall fall below the amount required herein to be kept, such bank or trust company shall not increase its loans or discounts, otherwise than by discounting or purchasing bills of exchange payable at sight on demand, and the Bank Commissioner shall notify any bank or trust company whose reserves may be below the amount herein required, to make good such reserves, and in case the bank or trust company fails for thirty days thereafter to make good such reserve, the Bank Commissioner may notify the Governor, and he may direct the Attorney-General to institute proceedings for the appointment of a receiver or to wind up the business of such bank or trust company.

1910, ch. 219, sec. 63 (p. 28).

**64.** The total liabilities of any person, copartnership or corporation, to any bank or trust company for money borrowed, after April 8, 1910, including in the liabilities of the copartnership the liabilities of the several members thereof, except special partners, shall at no time exceed 20 per cent. of the amount of capital and surplus of such bank or trust company; but the discounting of bills of exchange drawn in good faith against actually existing values, and the discounting of commercial or business paper actually owned by a person on negotiating the same, shall not be considered as money borrowed, provided that by a two-thirds vote of the directors the liabilities of any person, copartnership or corporation may be increased to a total sum not exceeding 30 per cent. of the capital and surplus of such bank or trust company upon approved security. Nothing in this section contained shall apply to the holding by any bank or trust company of negotiable coupon bonds of any corporation.