

and two disinterested and competent persons, whose duty it shall be to examine every detail of the business and condition of said company, and report, in writing, the result of such examination to the judge appointing them, who shall, if in his judgment the charges of insolvency, fraud, neglect or abuse, as charged by the insurance commissioner, are sustained by the said report, at once issue an injunction suspending the business of said company; and the insurance commissioner shall institute, or cause to be instituted, the necessary proceedings under the laws of this State, to close the affairs of any insurance company of this State which shall appear to him, upon examination, to be insolvent or be fraudulently conducted; and the insurance commissioner is a necessary party to any proceedings instituted for the purpose of closing up the affairs of any insurance company, when the same shall not be in the name of the State of Maryland; it shall be the duty of the insurance commissioner to report in detail to the attorney-general any violation of the laws relative to insurance companies, their officers or agents, or the business of insurance; and he shall have power to institute suits and prosecutions, either by the attorney-general or such other attorney as the attorney-general may select, for any violation of the provisions of this sub-title.

*Eighth.* For every company doing fire and inland insurance business in this State he shall calculate the re-insurance reserve for unexpired fire and inland risks by taking fifty *per centum* of the premium received on all unexpired risks that have less than one year to run, and a *pro rata* of all premiums received on risks that have one year or longer to run, and in marine insurance he shall charge sixty *per centum* of the amount of premiums written in its marine policies upon yearly risks and risks covering more than one passage, not terminated, and the full amount of premium under its policies upon all other marine risks less than one year, not terminated; provided, that the foregoing requirements or re-insurance reserve when applied to companies organized under the laws of foreign governments shall be calculated only upon the business of such company in the United States, and only the assets of such company held and invested in the United States shall be recognized as constituting the reserve fund so required.

*Ninth.* Having charged the company the re-insurance reserve as above determined, for fire, inland and marine insurance, and adding thereto all debts and claims against the company, he shall, in case he finds the capital stock of the company impaired to the extent of twenty-five per cent., give notice to the company to make good its whole capital stock within sixty days; and if this is not done he shall require the company to cease to do new business within this State; and shall thereupon, in case the company is organized under the authority of this State, immediately institute such legal proceedings as are necessary to protect the rights of all persons in said company.