

some other court of competent jurisdiction, and in any such proceeding the court shall be authorized to appoint the Insurance Commissioner or the Deputy Insurance Commissioner as ancillary Receiver, subject to the provisions of Section 51 of this Article.

1933 (Special Sess.), ch. 40, sec. 51B.

51B. Application may be made as set out in Section 51E of this Article for an order authorizing and directing the Insurance Commissioner to rehabilitate any domestic insurance company defined in Section 1 of this Article upon any one or more of the following grounds: That such company (1) is insolvent; or (2) has refused to submit its books, records, papers, accounts, or affairs to the reasonable inspection of the Commissioner, his deputy or examiner; or (3) has neglected or refused to observe an order of the Commissioner to make good within the time prescribed by law any deficiency, whenever its capital stock, if it be a stock corporation, or its reserve, if it be a mutual corporation, shall have become impaired; or (4) has, by contract of reinsurance or otherwise, transferred or attempted to transfer substantially its entire property or business, or entered into any transaction the effect of which is to merge substantially its entire property or business in the property or business of any other corporation, association, society, order, partnership or individual, without having first obtained the written approval of the Commissioner; or (5) is found, after an examination by the Commissioner, to be in such condition that its further transaction of business will be hazardous to its policyholders, bondholders, or to its creditors or to the public; or (6) has wilfully violated its charter or any law of the State of Maryland; or (7) has an officer who has refused to be examined under oath, touching its affairs; or (8) is found, after examination by the Commissioner, to be in such condition that it could not meet the requirements for incorporation and authorization specified in this Article for such companies; or (9) has ceased to transact the business of insurance for a period of one year; or (10) has commenced voluntary liquidation or dissolution, or attempts to commence or prosecute any action or proceeding to liquidate its business, or affairs, or to dissolve its corporate charter, or to procure the appointment of a receiver, custodian or sequestrator under any law except this Article in this state or elsewhere, or in any Federal Court; or (11) has been the subject of an application for the appointment of a receiver, custodian or sequestrator, whether such appointment has actually been made or not; or (12) has consented to such rehabilitation through a majority of its directors at a meeting duly called and held, or if said directors have not so consented through a majority of its stockholders or members at a meeting duly called and held.

1933 (Special Sess.). ch. 40, sec. 51C.

51C. An order to rehabilitate a domestic company shall direct the Commissioner and/or his successors in office forthwith to take possession of the property of the company and to conduct the business thereof, and/or