

may be kept as cash on hand, or on deposit in such bank or banks, or trust company or trust companies of the State of Maryland, or elsewhere, of good standing, as the board of directors or executive committee by resolution may direct. Every bank shall also keep on hand at all times a reserve of at least three per cent. (3%) of their time deposits; which reserve may be kept as cash on hand, or on deposit in such bank or banks, or trust company or trust companies of the State of Maryland, or elsewhere, of good standing, as the board of directors or executive committee by resolution may direct, or in the form of direct obligations of the United States Government, or the State of Maryland. Every trust company shall keep on hand at all times a reserve of at least 10 per cent. of its deposits payable on demand (not including thereunder, however, any deposits made by the City of Baltimore and secured by the counter deposits of Baltimore City stock); which reserve shall be kept on deposit in such bank or banks, or trust company or trust companies of good standing, either in the State of Maryland or elsewhere, as the board of directors or executive committee 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 141 and 149 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. Every trust company shall also keep on hand at all times a reserve of at least three per cent. (3%) of their time deposits; which reserve may be kept as cash on hand, or on deposit in such bank or banks, or trust company or trust companies of the State of Maryland, or elsewhere, of good standing, as the board of directors or executive committee by resolution may direct, or in the form of direct obligations of the United States Government, or the State of Maryland. 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.