

vided by the statutes of this state in relation to the crime of perjury, and any policy of insurance obtained by means of such false affidavit shall be void, and the license or authority for such unauthorized insurance shall be cancelled by the commissioner. The obtaining or possession of any such policy insuring against loss by fire, lightning or tornado on property situated in this state issued by companies not authorized to do business in this state, without complying with the provisions of sections 71, 72, 73 and 74 shall be a misdemeanor, and any person convicted thereof shall be subject to a fine not less than one hundred dollars or more than one thousand dollars, or imprisonment in the jail of Baltimore City or of the county of this state where such offense may be committed, for a period not less than one month or more than six months, in discretion of the court having jurisdiction. Any person who shall act as intermediary in any manner in procuring or delivering any policy of insurance in violation of any of said sections 71, 72, 73 or 74 shall be subject to all the penalties of this section above enumerated.

SEC. 76. *Reinsurance Reserve.* Every company doing a fire or inland insurance business in this state, shall be charged with and maintain as any other liability, an unearned or reinsurance reserve for all unexpired fire and inland risks at the rate or in the proportion of fifty per centum of the premiums written or renewed on all unexpired risks that have one year or less to run, and pro rata for all premiums written or renewed on risks that have more than one year to run. Every company doing a marine insurance business shall be charged with a reinsurance reserve as above at the rate of sixty per centum of all premiums written or renewed on all marine risks for one year or covering more than one voyage, not terminated, and one hundred per centum of all premiums written or renewed on policies less than one year, not terminated. The reinsurance reserve on the business of companies organized under the laws of foreign governments, shall be calculated only upon the business of such companies in the United States of America, and the assets of such companies held and invested in the United States of America only shall be recognized as constituting the admitted assets of such companies for reserve purposes.

SEC. 77. *Impairment of Capital.* Having charged the company the re-insurance reserve as above determined, for fire, inland and marine insurance, and adding thereto all debts and