

## CHAPTER 454.

AN ACT to add seventeen new sections to Article 11 of the Annotated Code of Maryland (1924 Edition), title "Banks and Trust Companies," to be under the sub-title "Bank Collection Code," said new sections to be known as Sections 83-99, inclusive, to follow immediately after Section 82 of said Article, and to deal with the collection and payment by banks of checks and other instruments for the payment of money.

SECTION 1. *Be it enacted by the General Assembly of Maryland,* That seventeen new sections be and they are hereby added to Article 11 of the Annotated Code of Maryland (1924 Edition), title "Banks and Trust Companies," to be under the sub-title "Bank Collection Code," said news sections to be known as Sections 83-99, both figures inclusive, to follow immediately after Section 82 of said Article, and to read as follows:

83. DEFINITIONS. For the purposes of The Bank Collection Code:

(A) Bank. The term "bank" shall include any person, firm or corporation engaged in the business of receiving and paying deposits of money within this State. A branch or office of any such bank shall be deemed a bank for the purpose of this Act.

(B) Item. The term "item" means any check, note or other instrument providing for the payment of money.

84. BANK IS AGENT FOR COLLECTION. Except as otherwise provided by agreement and except as to subsequent holders of a negotiable instrument payable to bearer or endorsed specially or in blank, where an item is deposited or received for collection, the bank of deposit shall be agent of the depositor for its collection and each subsequent collecting bank shall be sub-agent of the depositor but shall be authorized to follow the instructions of its immediate forwarding bank and any credit given by any such agent or sub-agent bank therefor shall be revocable until such time as the proceeds are received in actual money or an unconditional credit given on the books of another bank, which such agent has requested or accepted. Where any such bank allows any revocable credit for an item to be withdrawn, such agency relation shall nevertheless con-