New motor vehicles owned by and in the possession of registered manufacturers, dealers or distributors shall be exempt from the registration by manufacturers' number prescribed by Section 179.

Registered dealers may permit the use of their dealer's tags, for a period not exceeding ten days from the date of delivery, upon vehicles owned by them, but loaned to prospective purchasers, for the purpose of demonstrating said vehicles irrespective of the business in which the purchaser may be engaged or the use to which said vehicle shall be put during the demonstration period.

Registered dealers may use their dealers' tags upon vehicles owned by them, for the purpose of towing other motor vehicles and for all other purposes incidental to the dealer's business including the use of dealer's tags on vehicles owned by the dealer and loaned to a customer for a period of not more than ten days as a substitute vehicle while the customer's vehicle is being repaired by such dealer.

Except when used by a purchaser from a dealer as above provided, dealer's tags shall not be used on any other motor vehicle while engaged in business of any kind or character except the automobile business of the manufacturer, dealer or distributor, nor in the business of transportation for hire or livery business; nor shall the same be used after such manufacturer, dealer or distributor shall have been notified by the Commissioner of Motor Vehicles that such tags are forfeited because of his failure to comply with the provisions of this section.

Any manufacturer, dealer or distributor who shall fail or refuse to comply with the provisions of this section or shall cause or permit dealers' tags to be used in violation of any of the provisions of this sub-title, and any person using such tags in violation of the provisions of this sub-title shall be deemed guilty of a misdemeanor, and, upon conviction, shall be fined not less than five dollars (\$5.00) nor more than fifty dollars (\$50.00), and upon conviction of any manufacturer. dealer or distributor, all tags issued to such manufacturer. dealer or distributor under Class D, Section 182 of this Article, shall be subject to revocation or suspension by the Commissioner of Motor Vehicles, and the said Commissioner after due hearing may refuse and decline thereafter to issue other such tags to such manufacturer, dealer or distributor.

SEC. 2. And be it further enacted, That this Act shall take effect June 1, 1939.

Approved May 24, 1939.