

(c) The owner shall also endorse an assignment and warranty of title upon the certificate of title for such vehicle with a statement of all liens or encumbrances thereon, which statement shall be verified under oath by the owner, and he shall deliver the certificate of title to the purchaser or transferee at the time of delivering the vehicle, except as hereinafter provided.

Violation of this section shall be deemed a misdemeanor and upon conviction shall be punishable by a fine of one (\$1.00) dollar to one hundred (\$100.00) dollars.

37. PROCEDURE OF SALE AND PURCHASE FOR USED OR SECOND-HAND MOTOR VEHICLES. It shall be unlawful and a misdemeanor for anyone other than a registered dealer to purchase or for anyone to sell within the limits of the State of Maryland any used or second-hand motor vehicle for which no certificate of title has been issued by the Department unless the following provisions of this section shall be first complied with.

Anyone so desiring to sell such motor vehicle, who does not have in his possession sufficient evidence of ownership, shall make application to the Department for a certificate of title, appropriately describing therein the vehicle so to be sold, naming the place in which the said vehicle is registered and the number of the current registration plates, or such other information that the Department may require, and the name and address of the applicant.

Such application must be subscribed and sworn to and when filed with the Department must be accompanied by the payment of two (\$2.00) dollars to cover the estimated average cost incident to the inquiry hereinafter provided for, such sum to be accounted for by the Department as are other monies received under this Article.

Upon receipt of an application in proper form accompanied by such payment it shall be the duty of the said Department to immediately communicate with the Commissioner of Motor Vehicles or other proper officer of the State, district, county, or city named in such application inquiring as to the facts in said application set forth, which inquiry, when practical, may be made by telephone or telegraph.

Where the request for such title is made through a bona fide registered dealer of this State, as defined in this Article, the applicant may anticipate the result of such inquiry by furnishing to the Department satisfactory indemnity bond to the State of Maryland in the penalty of a sum equal to the fair value of the said motor vehicle as estimated by the said Department and guaranteeing to the purchaser of said motor