

vehicle the right of the applicant to sell the said motor vehicle and to pass a good and marketable title thereto.

Upon receipt of satisfactory information or upon the filing of a satisfactory bond as aforesaid, the Department shall issue the said title over the signature of the Commissioner and the seal of his office, appropriately describing therein the vehicle so to be sold, which said title must be delivered by the vendor to the vendee at the time such sale is made; and such title shall be surrendered by the vendee to the Department when application is made for a new certificate of title and registration of said vehicle.

In the event the applicant so furnishing such bond transfers a defective title to such motor vehicle under such permit, it shall be the duty of the Department to assign the said bond to the person or persons who may have been injured by reason of such defective title, and such assignee shall then have the same rights thereunder as would have attended had the said bond been given to such assignee.

Violation of this section shall be deemed to be a misdemeanor and upon conviction shall be punishable by a fine of not less than one (\$1.00) dollar nor more than five hundred (\$500.00) dollars or by imprisonment for not more than five (5) years, or both.

38. NEW OWNER MUST SECURE NEW REGISTRATION AND CERTIFICATE OF TITLE. (a) The transferee before operating or permitting the operation of such vehicle upon a highway of this State shall apply for and obtain the registration thereof, as upon an original registration, as provided in this Article except as otherwise permitted.

(b) A transferee shall at the same time present the certificate of title endorsed and assigned as hereinbefore provided to the Department and make application for and obtain a new certificate of title for such vehicle, except as otherwise permitted.

39. PERMISSION BY DEALER TO PURCHASER FOR USE OF PLATES OF A REGISTERED VEHICLE. Whenever a sale of a motor vehicle is made by a duly registered dealer and the dealer has taken in trade another motor vehicle registered under the laws of this State, such dealer may permit the purchaser to use on the vehicle so purchased the current registration plates belonging to the vehicle so taken in trade for a period not exceeding ten (10) days from the date of the sale, provided the dealer shall give to such purchaser permission so to use such plates, said permission to be in substitution for registration cards and to be on forms to be furnished to dealers by the Department, which said permission shall bear the signa-