

be subject to the provisions of this sub-title and shall possess all of the rights, powers, privileges, immunities and exemptions granted by this Article to associations operating hereunder and to the members thereof.

160C. PROHIBITIONS.

(a) *Who may transact business.* No person or group of persons except (1) an association duly incorporated under Sections 160A through 160KK of this Article, or (2) an association duly incorporated prior to the enactment of the aforesaid Sections and conducted in conformity with the aforesaid Sections, or (3) a Federal association, or (4) a foreign association duly authorized to do business within this State and complying and conducting its business in conformity with the aforesaid Sections, shall transact business within the scope of this sub-title or do business under any name or title, or circulate or use any advertising or make any representation or give any information to any person which indicates or reasonably implies the operation of a building, savings and loan or homestead business.

(b) *Injunction.* Upon application of the Director, a court of competent jurisdiction may issue an injunction to restrain any person or association from violating or continuing to violate any of the provisions of sub-section (a) hereof.

(c) *Fine.* In addition to the remedy provided in sub-section (b) hereof, any person or association violating any of the provisions of sub-section (a) hereof shall be deemed guilty of a misdemeanor and upon conviction shall be subject to a fine of not more than one thousand dollars (\$1,000.00) for each offense.

160D. EFFECT ON EXISTING BUILDING OR HOMESTEAD ASSOCIATIONS.

(a) *Operation of existing associations; effect on prior obligations.* All associations shall henceforth be operated and regulated in accordance with the provisions of Sections 160A through 160KK of this Article, provided, however, that the loan obligations and mortgages entered into by or on behalf of any association prior to the effective date of said Sections shall not be declared invalid by reason of the fact that such obligations and mortgages, or any of them, conflict with the terms and provisions of said Sections.

(b) *Compliance with stock class provisions.* (1) If any association referred to in sub-section (a) hereof does not meet the standards and requirements established and provided by Section 160P of this Article, such association may, on or before January 1, 1962; (i) comply with such standards and requirements by filing appropriate articles of amendment with the State Department of Assessments and Taxation; or (ii) if such articles of amendment are not so filed, or if any such association otherwise fails to conform to the provisions of this Article, such association may, on or before February 1, 1962, file articles of amendment with the State Department of Assessments and Taxation amending its charter by relinquishing such portion of its name, powers and purposes as relate to associations existing under this Article so that it shall cease to exist as an association, and pursuant to such articles of amendment shall thereafter continue in business as an ordinary business corporation for the