

ASSOCIATIONS AND FOREIGN SAVINGS AND LOAN ASSOCIATIONS DULY AUTHORIZED TO DO BUSINESS IN THIS STATE may become members of this corporation, make certain transactions with the corporation, and comply with the conditions of membership and credit of the corporation; PROVIDING FOR A TAX EXEMPTION FOR CERTAIN OBLIGATIONS OF THE MARYLAND SAVINGS-SHARE INSURANCE CORPORATION and relating generally to the insuring of free share accounts in certain savings and loan associations in this State and to the corporation herein created for that purpose.

SECTION 1. *Be it enacted by the General Assembly of Maryland,* that new Sections 161MM to 161XX, inclusive, under the new sub-heading “Maryland Savings-Share ~~Guaranty Fund, Inc.~~ INSURANCE CORPORATION,” be and they are hereby added to Article 23 of the Annotated Code of Maryland (1957 Edition and 1961 Supplement), title “Corporations,” sub-title “III. Particular Classes of Corporations,” to follow immediately after the sub-heading “Building or Homestead Associations” and immediately after Section 161LL thereof, and to read as follows:

**MARYLAND SAVINGS-SHARE ~~GUARANTY FUND, INC.~~  
INSURANCE CORPORATION**

*161MM. A non-stock, non-profit Corporation is created, which shall be known as the Maryland Savings-Share ~~Guaranty Fund, Inc.~~ INSURANCE CORPORATION, and the members of which shall be certain eligible savings and loan associations of this State, AS DEFINED IN SECTION 161WW (4) OF THIS SUB-TITLE. Except as otherwise provided in this sub-heading, the Corporation possesses all the powers, privileges, and immunities which now are or hereafter may be conferred on corporations by the general corporation law applicable to corporations organized thereunder. The Board of Directors may adopt and promulgate by-laws, rules, and regulations which conform to the reasonable intent and purposes of this sub-heading. The rules and regulations apply to members of the Corporation and to associations applying for membership therein. The by-laws, rules, and regulations so adopted shall be filed with the Department of Assessments and Taxation.*

*161NN. (a) The purposes of the Corporation are to promote the elasticity and flexibility of the resources of member associations, to provide for the liquidity of such associations through a central reserve fund, and to insure the free share accounts of such associations.*

*(b) In furtherance of said purposes the Corporation has the following powers:*

*(i) To provide for the liquidity of member associations through the creation of a central reserve fund for the purpose of making loans to member associations.*

*(ii) To insure the free share accounts of member associations through the creation of a central insurance fund.*

*(iii) To borrow money and otherwise incur indebtedness for any of its purposes; to issue its bonds, debentures, notes, or other evi-*