

CHAPTER 466

(House Bill 1087)

AN ACT to repeal and re-enact, with amendments, Section 161Z (b) of Article 23 of the Annotated Code of Maryland (1965 Supplement) title "Corporations," subtitle "Building or Homestead Associations," authorizing building, savings and loan associations to engage in participation lending with savings and loan associations in other states and the District of Columbia in accordance with the rules and regulations of the Board of Building, Savings and Loan Association Commissioners, and relating to this authority and the procedure thereof.

SECTION 1. *Be it enacted by the General Assembly of Maryland,* That Section 161Z(b) of Article 23 of the Annotated Code of Maryland (1965 Supplement), title "Corporations," subtitle "Building or Homestead Associations," be and it is hereby repealed and re-enacted, with amendments, to read as follows:

161Z.

(b) Title to all real estate shall be taken and held in the name of the association. The real or leasehold property securing any mortgage authorized by Section 150 of this article shall be situate in this State or within a fifty (50) mile radius of the principal Maryland office of the association.

Notwithstanding the above, an association may engage in participation lending IN FIRST LIENS NOT EXCEEDING FIFTY (50)PER CENT OF THE TOTAL AMOUNT OF THE LIEN involving property located in other states or the District of Columbia with FEDERALLY CHARTERED AND INSURED savings and loan associations ~~of~~ LOCATED IN other states and the District of Columbia provided that the Board, by rule or regulation, shall authorize such participation lending, and provided further that any such participation lending is in compliance with such rules and regulations as the Board may from time to time ~~adopt~~. TIME ADOPT; PROVIDED THAT NO MORE THAN TEN (10) PER CENT OF AN ASSOCIATION'S TOTAL ASSETS MAY BE UTILIZED IN THE SUM TOTAL OF SUCH PARTICIPATION LENDING.

SEC. 2. *And be it further enacted,* That this Act shall take effect June 1, 1966.

Approved April 29, 1966.

CHAPTER 467

(House Bill 1089)

AN ACT to repeal and re-enact, with amendments Section 161P(a) of Article 23 of the Annotated Code of Maryland (1965 Supplement), title "Corporations," subtitle "Building or Homestead Associations," authorizing the payment of additional dividends by savings and loan associations if the Board of Building, Savings