

placement Volume), title "Insurance Code," subtitle "Unfair Trade Practices," to prohibit the use of insurance as an inducement to purchase other goods, securities, commodities, services, or subscriptions to periodicals even where a bona fide premium is paid by the insured, AND EXCEPTING CERTAIN PERSONS AND TRANSACTIONS.

SECTION 1. *Be it enacted by the General Assembly of Maryland,* That Section 224A(a) of Article 48A of the Annotated Code of Maryland (1964 Replacement Volume), title "Insurance Code," subtitle "Unfair Trade Practices," be and it is hereby repealed and re-enacted, with amendments, to read as follows:

224A.

(a) No insurer shall directly or indirectly, or by any of its agents or representatives, participate in any plan to offer or effect any kind or kinds of life insurance, health insurance, or annuities in this State as an inducement to, or in combination with, the purchase by the public of any goods, securities, commodities, services, or subscriptions to periodicals [ , except upon the payment of a bona fide premium by the insured. ]

(B) EXCEPTION. THIS SECTION SHALL NOT APPLY TO INSURANCE ON THE LIFE OF A DEBTOR PURSUANT TO OR IN CONNECTION WITH A SPECIFIC LOAN OR OTHER CREDIT TRANSACTION, OR INSURANCE ON A DEBTOR TO PROVIDE INDEMNITY FOR PAYMENTS BECOMING DUE ON A SPECIFIC LOAN OR OTHER CREDIT TRANSACTION WHILE THE DEBTOR IS DISABLED AS DEFINED IN THE POLICY; OR TO THE INSURANCE INCLUDED IN THE MEMBERSHIPS OF AN AUTOMOBILE CLUB AS DEFINED IN ARTICLE 66½, SECTION 320A.

SEC. 2. *And be it further enacted,* That this Act shall take effect July 1, 1968.

Approved May 7, 1968.

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CHAPTER 717

(House Bill 735)

AN ACT to add new Section 387A and 387B to Article 48A of the Annotated Code of Maryland (1964 Replacement Volume), title "Insurance Code," subtitle "Life Insurance and Annuities," to follow immediately after Section 387 thereof, defining wholesale life insurance and requiring compliance with regulations to be issued by the Insurance Commissioner.

SECTION 1. *Be it enacted by the General Assembly of Maryland,* That new Sections 387A and 387B be and they are hereby added to Article 48A of the Annotated Code of Maryland (1964 Replacement Volume), title "Insurance Code," subtitle "Life Insurance and An-