

(2) *If not incorporated, a list of all persons owning an interest in the applicant, the officers thereof, and the parties to any operating or management agreement affecting the applicant, together with a copy of such agreement.*

(3) *A financial statement certified by a registered or certified public accountant within the previous six months, presenting fairly, in accordance with generally accepted accounting principles, the financial position of the applicant and containing such information as the Commissioner may prescribe. The Commissioner may at his discretion accept a financial statement certified by a registered or certified public accountant within the previous year for an applicant doing business within the State prior to ~~September 1, 1971~~, JANUARY 1, 1972.*

(4) *A copy of its service contract, the terms of which shall not:*

(i) contain inconsistent, ambiguous or misleading clauses or exceptions or conditions which deceptively affect the risk purported to be assumed or the service to be performed;

(ii) contain any inequitable provision or provisions without substantial benefit to the member or subscriber; or

(iii) provide for the payment of fees which are unreasonable in relation to the services agreed to be performed.

(5) *Evidence of security, which may be shown by depositing with the Treasurer of the State of Maryland, who shall maintain the same in trust, registered United States government bonds having a market value at all times of not less than One Hundred Thousand Dollars (\$100,000), or a corporate surety bond in such form as the Commissioner may prescribe in a sum of not less than One Hundred Thousand Dollars (\$100,000), in favor of the State of Maryland on behalf of members and subscribers residing therein. Said bond shall be issued by a surety company authorized to do business in this State, and it shall be conditioned upon the faithful performance by the applicant of its obligations under this Article, including payment of any fines, fees or penalties imposed on it or restitution ordered pursuant to the provisions of this Article, but the aggregate liability of the surety for all breaches of the conditions of the bond shall, in no event, exceed the amount of such bond. The surety on the bond shall have the right to cancel such bond by giving thirty days notice to the Commissioner and thereafter shall be relieved of liability for any breach of condition occurring after the effective date of said cancellation. The Commissioner may promulgate rules and regulations specifying conditions concerning said bond and providing methods for termination of said bond.*

(6) *The bond or deposit provided for in subparagraph (5) shall be maintained so long as the licensee has any outstanding liability or obligation in this State. Upon proof satisfactory to the Commissioner that the licensee has ceased to do business and that all its liabilities and obligations have been satisfied, the Commissioner shall authorize the Treasurer of the State of Maryland to return the security to the licensee.*

(7) *In the event an application for certificate of authority filed hereunder is not approved, the Division shall retain fifty dollars of the fee paid to it in connection with said application and return the balance to the applicant.*