

A DONOR WHO MAKES A GIFT TO A MINOR IN A MANNER PRESCRIBED IN SUBSECTION (A) SHALL PROMPTLY DO ALL THINGS WITHIN HIS POWER TO PUT THE SUBJECT OF THE GIFT IN THE POSSESSION AND CONTROL OF THE CUSTODIAN, BUT NEITHER THE DONOR'S FAILURE TO COMPLY WITH THIS SUBSECTION, NOR HIS DESIGNATION OF AN INELIGIBLE PERSON AS CUSTODIAN, NOR RENUNCIATION BY THE PERSON DESIGNATED AS CUSTODIAN AFFECTS THE CONSUMMATION OF THE GIFT.

(D) DESIGNATION OF CUSTODIAN AS BENEFICIARY OF LIFE INSURANCE POLICY OR ANNUITY CONTRACT.

WHETHER OR NOT A GIFT OF THE OWNERSHIP OF A LIFE INSURANCE POLICY OR ANNUITY CONTRACT HAS BEEN MADE, THE OWNER OF SUCH A POLICY OR CONTRACT MAY DESIGNATE A CUSTODIAN (OR A SUCCESSOR CUSTODIAN) AS THE BENEFICIARY OF ANY SUCH POLICY OR CONTRACT. WHEN THE CUSTODIAN RECEIVES ANY PROCEEDS OF SUCH POLICY OR CONTRACT, THE PROCEEDS SHALL AT THAT TIME BECOME CUSTODIAL PROPERTY.

13-303. EFFECT OF GIFT.

(A) GIFT IRREVOCABLE; TITLE CONVEYED; POWERS OF GUARDIAN.

A GIFT MADE IN A MANNER PRESCRIBED IN THIS SUBTITLE IS IRREVOCABLE AND CONVEYS TO THE MINOR INDEFEASIBLY VESTED LEGAL TITLE TO THE SECURITY, LIFE INSURANCE POLICY, ANNUITY CONTRACT, REAL ESTATE, MONEY, OR ANY OTHER PROPERTY, BUT NO GUARDIAN OF THE MINOR HAS ANY RIGHT, POWER, DUTY OR AUTHORITY WITH RESPECT TO THE CUSTODIAL PROPERTY EXCEPT AS PROVIDED IN THIS SUBTITLE.

(B) INCORPORATION OF PROVISIONS OF SUBTITLE.

BY MAKING A GIFT IN A MANNER PRESCRIBED IN THIS SUBTITLE, THE DONOR INCORPORATES IN HIS GIFT, LIVING TRUST INSTRUMENT OR WILL ALL THE PROVISIONS OF THIS SUBTITLE AND GRANTS TO THE CUSTODIAN, AND TO ANY ISSUER, TRANSFER AGENT, FINANCIAL INSTITUTION, LIFE INSURANCE COMPANY, ECKER OR THIRD PERSON DEALING WITH A PERSON DESIGNATED AS CUSTODIAN, THE RESPECTIVE POWERS, RIGHTS AND IMMUNITIES PROVIDED IN THIS SUBTITLE.

13-304. DUTIES AND POWERS OF CUSTODIAN.

(A) MANAGEMENT OF CUSTODIAL PROPERTY.

THE CUSTODIAN SHALL COLLECT, HOLD, MANAGE, INVEST AND REINVEST THE CUSTODIAL PROPERTY.

(E) EXPENDITURES WITHIN CUSTODIAN'S DISCRETION.