REVISOR'S NOTE: This section is new language derived without substantive change from Art. 11, §70, except the last paragraph which is included in §6-117(c) of this subtitle.

The provisions for voting rights of preferred stock, presently in Art. 11, § 69, are included in §6-121(f) of this subtitle.

The term "debt instrument" is defined in §6-101(e) of this subtitle.

The provisions of present §70 as they relate to trust companies are included in §§6-138(c) and 6-146 of this subtitle.

6-126. MANAGEMENT OF BANK.

(A) DIRECTORS; QUORUM.

(1) THE BOARD OF DIRECTORS OF A STATE BANK SHALL MANAGE ITS AFFAIRS.

(2) A MAJORITY OF THE BOARD OF DIRECTORS CONSTITUTES A QUORUM.

(B) BEFORE ELECTION OF DIRECTORS.

BEFORE THE ELECTION OF THE BOARD OF DIRECTORS, THE MANAGEMENT OF THE AFFAIRS OF EACH STATE BANK SHALL CONFORM, TO THE EXTENT APPLICABLE, TO THE GENERAL CORPORATION LAW RELATING TO MANAGEMENT OF A CORPORATION.

REVISOR'S NOTE: This section is new language derived without substantive change from the first two sentences of Art. 11, §34 and from Art. 11, § 32.

6-127. DIRECTORS - NUMBER; QUALIFICATIONS; OATH; TENURE; ELECTIONS; VACANCY.

(A) NUMBER.

EACH STATE BANK SHALL HAVE AT LEAST FIVE AND NOT MORE THAN 30 DIRECTORS.

(B) QUALIFICATIONS.

(1) A MAJORITY OF THE DIRECTORS SHALL BE RESIDENTS OF THE STATE.

(2) EACH DIRECTOR SHALL OWN IN GOOD FAITH AND IN HIS NAME UNENCUMBERED SHARES OF CAPITAL STOCK OF THE STATE BANK OR OF A CORPORATION WHICH OWNS MORE THAN 80