

payment..." is deleted as unnecessary since failure to receive it at all would not be a defense.

The only other changes are in style.

For the definition of the word "mailed," see §1-101.

6-512. LOANS TO AND GUARANTEES OF OBLIGATIONS OF DIRECTORS AND EXECUTIVE OFFICERS.

(A) LOANS.

(1) EXCEPT AS PROVIDED IN SUBSECTION (D) OF THIS SECTION, AN INSURER AUTHORIZED TO DO BUSINESS IN THE STATE OR ITS SUBSIDIARY MAY NOT MAKE A LOAN TO A DIRECTOR OR EXECUTIVE OFFICER OF THE INSURER, DIRECTLY OR INDIRECTLY, UNLESS IT IS A BONA FIDE MORTGAGE LOAN MADE ON A RESIDENCE USED FOR HIS HABITATION AND APPROVED OR RATIFIED BY THE BOARD OF DIRECTORS.

(2) A DIRECTOR OR EXECUTIVE OFFICER MAY NOT ACCEPT DIRECTLY OR INDIRECTLY ANY LOAN PROHIBITED BY PARAGRAPH (1) OF THIS SUBSECTION.

(B) ADVANCES FOR FUTURE SERVICES.

AN INSURER AUTHORIZED TO DO BUSINESS IN THIS STATE MAY NOT MAKE AN ADVANCE TO ANY DIRECTOR OR EXECUTIVE OFFICER OF THE INSURER FOR FUTURE SERVICES TO BE PERFORMED AFTER ONE YEAR FROM THE DATE OF MAKING THE ADVANCE.

(C) GUARANTEES OF FINANCIAL OBLIGATIONS.

(1) AN INSURER AUTHORIZED TO DO BUSINESS IN THE STATE OR ITS AFFILIATE OR SUBSIDIARY MAY NOT GUARANTEE DIRECTLY OR INDIRECTLY THE FINANCIAL OBLIGATION OF ANY DIRECTOR OR EXECUTIVE OFFICER OF THE INSURER, AFFILIATE, OR SUBSIDIARY.

(2) A GUARANTEE MADE IN VIOLATION OF THIS SUBSECTION IS VOID.

(3) NOTHING CONTAINED IN THIS SUBSECTION PROHIBITS AN INSURER FROM MAKING OR ENTERING INTO A CONTRACT OF INSURANCE OR SURETY BOND THAT IS AUTHORIZED BY ITS ARTICLES OF INCORPORATION FOR A DIRECTOR OR EXECUTIVE OFFICER.

(D) EXCEPTION.

NOTHING IN THIS SECTION PROHIBITS A LIFE INSURER