

(2) TO ANY TRANSACTION WHICH THE COMMISSIONER BY RULE OR REGULATION EXEMPTS AS NOT COMPREHENDED WITHIN THE PURPOSE OF THIS SECTION.]]

REVISOR'S NOTE: This section is new language derived without substantive change from Art. 48A, §250A(2).

The words "controlling person" are defined in §6-501.

[[6-515. REQUIRED DELIVERY OF SOLD EQUITY SECURITY.

(A) DELIVERY REQUIRED.

A CONTROLLING PERSON MAY NOT SELL DIRECTLY OR INDIRECTLY ANY EQUITY SECURITY OF THE INSURER IF THE PERSON SELLING THE SECURITY OR HIS PRINCIPAL:

(1) DOES NOT OWN THE SECURITY SOLD; OR

(2) IF HE OWNS THE SECURITY, DOES NOT

(I) DELIVER IT AGAINST THE SALE WITHIN 20 DAYS AFTER THE SALE; OR

(II) WITHIN FIVE DAYS AFTER THE SALE, DEPOSIT IT IN THE MAIL OR OTHER USUAL CHANNEL OF TRANSPORTATION.

(B) EXCEPTION.

A PERSON HAS NOT VIOLATED THIS SECTION IF HE PROVES THAT, NOTWITHSTANDING THE EXERCISE OF GOOD FAITH, HE WAS UNABLE TO MAKE THE DELIVERY OR DEPOSIT WITHIN THE TIME REQUIRED BY THIS SECTION OR THAT TO DO SO WOULD CAUSE UNDUE INCONVENIENCE OR EXPENSE.]]

REVISOR'S NOTE: This section is new language derived without substantive change from Art. 48A, §250A(3).

The words "controlling person" are defined in §6-501.

[[6-516. APPLICATION OF §§ 6-513 THROUGH 6-514.

(A) DEALERS.

THE PROVISIONS OF §§ 6-514 AND 6-515 OF THIS SUBTITLE DO NOT APPLY TO PURCHASE AND SALE, SALE AND PURCHASE, OR SALE OF AN EQUITY SECURITY OF A DOMESTIC STOCK INSURER BY A DEALER IN THE ORDINARY COURSE OF HIS BUSINESS AND INCIDENT TO THE ESTABLISHMENT OR MAINTENANCE BY HIM OF A PRIMARY OR SECONDARY MARKET FOR THE SECURITY,