

(2) TO STAND, AFTER ALL LIABILITIES TO THIRD PERSONS HAVE BEEN SATISFIED, IN THE PLACE OF THE CREDITORS OF THE PARTNERSHIP FOR ANY PAYMENTS MADE BY HIM IN RESPECT OF THE PARTNERSHIP LIABILITIES; AND

(3) TO BE INDEMNIFIED BY THE PERSON GUILTY OF THE FRAUD OR MAKING THE REPRESENTATION AGAINST ALL DEBTS AND LIABILITIES OF THE PARTNERSHIP.

REVISOR'S NOTE: This section presently appears as Art. 73A, §39.

The only changes are technical changes in punctuation.

9-611. RULES FOR DISTRIBUTION.

IN SETTLING ACCOUNTS BETWEEN THE PARTNERS AFTER DISSOLUTION, THE FOLLOWING RULES SHALL BE OBSERVED, SUBJECT TO ANY AGREEMENT TO THE CONTRARY .

(1) THE ASSETS OF THE PARTNERSHIP ARE:

(I) THE PARTNERSHIP PROPERTY; AND

(II) THE CONTRIBUTIONS OF THE PARTNERS NECESSARY FOR THE PAYMENT OF ALL THE LIABILITIES SPECIFIED IN PARAGRAPH (2) OF THIS SECTION.

(2) THE LIABILITIES OF THE PARTNERSHIP SHALL RANK IN ORDER OF PAYMENT, AS FOLLOWS:

(I) THOSE OWING TO CREDITORS OTHER THAN PARTNERS;

(II) THOSE OWING TO PARTNERS OTHER THAN FOR CAPITAL AND PROFITS;

(III) THOSE OWING TO PARTNERS IN RESPECT OF CAPITAL; AND

(IV) THOSE OWING TO PARTNERS IN RESPECT OF PROFITS.

(3) THE ASSETS SHALL BE APPLIED IN THE ORDER OF THEIR DECLARATION IN PARAGRAPH (1) OF THIS SECTION TO THE SATISFACTION OF THE LIABILITIES.

(4) THE PARTNERS SHALL CONTRIBUTE, AS PROVIDED BY §9-401 (1), THE AMOUNT NECESSARY TO SATISFY THE LIABILITIES; BUT IF ANY, BUT NOT ALL, OF THE PARTNERS ARE INSOLVENT, OR, NOT BEING SUBJECT TO PROCESS, REFUSE TO CONTRIBUTE, THE OTHER PARTNERS SHALL CONTRIBUTE THEIR SHARE OF THE LIABILITIES, AND, IN THE RELATIVE PROPORTIONS IN WHICH THEY SHARE THE PROFITS, THE