

INTEREST WHEN IT IS BROUGHT INTO THIS STATE, THE VALIDITY OF THE SECURITY INTEREST IN THIS STATE IS TO BE DETERMINED BY THE LAW (INCLUDING THE CONFLICT OF LAW RULES) OF THE JURISDICTION WHERE THE VESSEL WAS WHEN THE SECURITY INTEREST ATTACHED, SUBJECT TO THE FOLLOWING:

(1) IF THE PARTIES TO THE TRANSACTION UNDERSTOOD AT THE TIME THE SECURITY INTEREST ATTACHED THAT THE VESSEL WOULD BE KEPT IN THIS STATE, AND IT WAS BROUGHT INTO THIS STATE WITHIN 30 DAYS AFTER THE SECURITY INTEREST ATTACHED FOR PURPOSES OTHER THAN TRANSPORTATION THROUGH THIS STATE, THE VALIDITY OF THE SECURITY INTEREST IN THIS STATE IS TO BE DETERMINED BY THE LAW OF THIS STATE.

(2) IF THE SECURITY INTEREST WAS PERFECTED ALREADY UNDER THE LAWS OF THE JURISDICTION WHERE THE VESSEL WAS WHEN THE SECURITY INTEREST ATTACHED AND BEFORE BEING BROUGHT INTO THIS STATE:

(I) IF THE NAME OF THE SECURED PARTY IS SHOWN ON AN EXISTING CERTIFICATE OF TITLE ISSUED BY THAT JURISDICTION, THE SECURITY INTEREST CONTINUES PERFECTED IN THIS STATE.

(II) IF THE NAME OF THE SECURED PARTY IS NOT SHOWN ON AN EXISTING CERTIFICATE OF TITLE ISSUED BY THAT JURISDICTION AND IF THE LAW OF THAT JURISDICTION DOES NOT PROVIDE FOR CERTIFICATES OF TITLE DISCLOSING SECURITY INTERESTS, THE SECURITY INTEREST CONTINUES PERFECTED IN THIS STATE FOR FOUR MONTHS AND ALSO, THEREAFTER, IF WITHIN THE FOUR MONTH PERIOD IT IS PERFECTED IN THIS STATE. THIS SECURITY INTEREST MAY ALSO BE PERFECTED IN THIS STATE AFTER THE EXPIRATION OF THE FOUR MONTH PERIOD, IN WHICH CASE PERFECTION DATES FROM THE TIME OF PERFECTION IN THIS STATE.

(III) IF THE SECURITY INTEREST WAS NOT PERFECTED UNDER THE LAW OF THE JURISDICTION IN WHICH THE VESSEL WAS WHEN THE SECURITY INTEREST ATTACHED BEFORE BEING BROUGHT INTO THIS STATE, IT MAY BE PERFECTED IN THIS STATE; IN WHICH CASE PERFECTION DATES FROM THE TIME OF PERFECTION IN THIS STATE.

(D) ~~[[\$3]]~~ \$5 OF THIS FILING FEE, WHICH IS IN LIEU OF A RECORDATION TAX LEVIED PURSUANT TO SECTION 277 OF ARTICLE 81 SHALL BE DEPOSITED IN A SPECIAL FUND WHICH IS CREATED. THESE MONEYS SHALL BE USED FOR THE BENEFIT OF THE COUNTIES OF THE STATE, AND BALTIMORE CITY, AND DISTRIBUTION OF THIS FUND SHALL BE MADE TO THE SEVERAL COUNTIES AND BALTIMORE CITY ANNUALLY ON THE BASIS OF THE RESIDENCE OF THE PURCHASERS OF THE VESSELS.

(E) \$6 OF EVERY FEE RECEIVED UNDER THE PROVISIONS