

Section 6-125(f) and 6-146(f)
Annotated Code of Maryland
(1975 Volume and 1975 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That Sections 6-125(f) and 6-146(f) of Article - Corporations and Associations, of the Annotated Code of Maryland (1975 Volume and 1975 Supplement) be and they are hereby repealed [[and reenacted, with amendments, to read as follows:]].

[[Article - Corporations and Associations

6-125.

(f) Before a State bank retires or pays any debt instrument, any existing deficit in its capital, disregarding any debt instrument to be retired, shall be paid in cash so that the sound capital assets of the State bank are at least equal to its capital stock. BEFORE RETIRING OR PAYING ANY DEBT INSTRUMENT, A STATE BANK SHALL OBTAIN THE APPROVAL OF THE COMMISSIONER.

6-146.

(f) Before the trust company retires or pays any debt instrument, any existing deficit in its capital, disregarding any debt instrument to be retired, shall be paid in cash so that the sound capital assets of the trust company are at least equal to its capital stock. BEFORE RETIRING OR PAYING ANY DEBT INSTRUMENT, A TRUST COMPANY SHALL OBTAIN THE APPROVAL OF THE COMMISSIONER.]]

SECTION 2. AND BE IT FURTHER ENACTED, That new Sections 6-125(f) and 6-146(f) be and they are hereby added to Article - Corporations and Associations, of the Annotated Code of Maryland (1975 Volume and 1975 Supplement), to read as follows:

Article - Corporations and Associations

6-125.

(F) BEFORE A STATE BANK RETIRES OR PAYS ANY DEBT INSTRUMENT:

(1) IT SHALL OBTAIN THE APPROVAL OF THE COMMISSIONER; AND

(2) ANY EXISTING DEFICIT IN ITS CAPITAL, DISREGARDING ANY DEBT INSTRUMENT TO BE RETIRED, SHALL BE PAID IN CASH SO THAT THE SOUND CAPITAL ASSETS OF THE STATE BANK ARE AT LEAST EQUAL TO ITS CAPITAL STOCK.

6-146.

(F) BEFORE A TRUST COMPANY RETIRES OR PAYS ANY DEBT INSTRUMENT: