

bear interest at such rate or rates not exceeding 3 1/2% per annum, shall mature at such time or times, not exceeding 30 years from their date or dates, as may be determined by the University of Maryland. The bonds of each issue may be redeemable before maturity at the option of the University of Maryland at such price or prices and under such terms and conditions as may be fixed by the University of Maryland prior to the issuance of the bonds. The University of Maryland shall determine the form of the bonds, including any interest coupons to be attached thereto, and shall fix the denomination or denominations of the bonds and the place or places of payment of principal and interest which may be at any bank or trust company within or without the State. The bonds shall be signed by the chairman of the board of regents of the University of Maryland and the official seal of said University shall be affixed thereto and attested by the secretary of said board of regents and any coupons attached thereto shall bear the facsimile signature of the chairman of said board of regents. In case any officer whose signature or a facsimile of whose signature shall appear on any bonds or coupons shall cease to be such officer before the delivery of such bonds, such signature or such facsimile shall nevertheless be valid and sufficient for all purposes the same as if he had remained in office until such delivery. All bonds issued under the provisions of this subtitle shall have and are hereby declared to have all the qualities and incidents of negotiable instruments under the Negotiable Instruments Law of the State. The bonds may be issued in coupon or in registered form, or both, as said board of regents may determine, and provision may be made for the registration of any coupon bonds as to principal alone and also as to both principal and interest, and for the reconversion into coupon bonds of any bonds registered as to both principal and interest. Said University may sell such bonds in such manner, either at public or private sale, and for such price, as it may determine to be for the best interests of the State, but no such sale shall be made at a price so low as to require the payment of interest on the money received therefor at more than 3 1/2% per annum, computed with relation to the absolute maturity of the bonds in accordance with standard tables of bond values, excluding, however, from such computation the amount of any premium to be paid on redemption of any bond prior to maturity.

(b) Use of proceeds. —The proceeds of the bonds of each issue shall be used solely for the payment of the cost of the project or projects for which such bonds shall have been issued, and shall be disbursed in such manner and under such restrictions, if any, as the University of Maryland may provide in the resolution authorizing the issuance of such bonds or in the trust agreement hereinafter mentioned securing the same. If the proceeds of the bonds of any issue, by error of estimates or otherwise, shall be less than such cost, additional bonds may in like manner be issued to provide the amount of such deficit, and, unless otherwise provided in the resolution authorizing the issuance of such bonds or in the trust agreement securing