

(3) (A) A warehouseman's lien for charges and expenses under subsection (1) or a security interest under subsection (2) is also effective against any person who so entrusted the bailor with possession of the goods that a pledge of them by him to a good faith purchaser for value would have been valid but is not effective against a person as to whom the document confers no right in the goods covered by it under § 7-503.

(B) A WAREHOUSEMAN'S LIEN ON HOUSEHOLD GOODS FOR CHARGES AND EXPENSES IN RELATION TO THE GOODS UNDER SUBSECTION (1) IS ALSO EFFECTIVE AGAINST ALL PERSONS IF THE DEPOSITOR WAS THE LEGAL POSSESSOR OF THE GOODS AT THE TIME OF DEPOSIT. "HOUSEHOLD GOODS" MEANS FURNITURE, FURNISHINGS AND PERSONAL EFFECTS USED BY THE DEPOSITOR IN A DWELLING.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1979.

Approved May 29, 1979.

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CHAPTER 435

(Senate Bill 245)

AN ACT concerning

Savings and Loan Associations - Guaranty  
Stock Associations

FOR the purpose of revising the provisions of Maryland law which relate to guaranty stock associations; providing definitions of "guaranty stock", "guaranty stock association" and "mutual association" for purposes of this subtitle; providing for the organization of new guaranty stock associations and establishing procedures to effect the organization of such associations; providing for the conversion of mutual associations into guaranty stock associations and establishing procedures and effective date for such conversions; imposing certain conditions and limitations on guaranty stock associations; describing generally the nature of guaranty stock; prohibiting certain transactions involving guaranty stock associations; placing limitations on the control of guaranty stock associations; defining "controlling person"; prohibiting certain actions by controlling persons; describing the circumstances under which a guaranty stock association can make loans to controlling persons; establishing procedures for the transfer of control of such association; providing for the issuance of guaranty stock by such associations; eliminating the