

(1) INVEST ITS OWN FUNDS IN A COMMON TRUST FUND THAT IT ADMINISTERS; OR

(2) HAVE ANY INTEREST, OTHER THAN ITS FIDUCIARY INTEREST, IN THE ASSETS IN A COMMON TRUST FUND THAT IT ADMINISTERS.

(B) WITHDRAWAL OF INTEREST.

IF, BECAUSE OF A CREDITOR RELATIONSHIP OR OTHERWISE, A TRUST COMPANY ACQUIRES AN INTEREST IN A PARTICIPATION IN A COMMON TRUST FUND THAT IT ADMINISTERS, THE PARTICIPATION SHALL BE WITHDRAWN ON THE NEXT VALUATION DATE ALLOWED BY THE FUND PLAN.

(C) PERMITTED INVESTMENTS.

A TRUST COMPANY DOES NOT HAVE A PROHIBITED INTEREST IN THE ASSETS OF A COMMON TRUST FUND THAT IT ADMINISTERS MERELY BECAUSE THE TRUST COMPANY OWNS IN ITS OWN RIGHT ANY STOCKS, BONDS, OR OTHER OBLIGATIONS ISSUED BY A PERSON FROM WHOM THE FUND ALSO HOLDS STOCKS, BONDS, OR OTHER OBLIGATIONS.

REVISOR'S NOTE: This section is new language derived without substantive change from Art. 11, § 62(11) and (12).

The term "person" is defined in § 1-101 of this article.

3-513. FUND ENTRY AND WITHDRAWAL; VALUATION; DISTRIBUTION.

(A) TIME OF ENTRY AND WITHDRAWAL.

ENTRY INTO AND WITHDRAWAL FROM PARTICIPATION IN A COMMON TRUST FUND MAY OCCUR ONLY ON A VALUATION DATE, OR, IF PROVIDED BY THE PLAN, WITHIN 2 BUSINESS DAYS AFTER A VALUATION DATE.

(B) VALUATION.

PARTICIPATION SHALL BE BASED ON THE VALUATION AS OF THE VALUATION DATE ASSOCIATED WITH THE ENTRY OR WITHDRAWAL.

(C) DISTRIBUTION.

WHEN PARTICIPATION IS WITHDRAWN FROM A COMMON TRUST FUND, THE TRUST COMPANY MAY MAKE DISTRIBUTION IN CASH, RATABLY IN KIND, OR BOTH, BUT ALL DISTRIBUTIONS ASSOCIATED WITH A VALUATION DATE SHALL BE MADE IN THE SAME WAY.

REVISOR'S NOTE: This section is new language derived without substantive change from Art. 11, § 62(5) (b) (i), except the first clause of that paragraph, and (ii).