

THIS SECTION DOES NOT APPLY TO:

(1) ANY READILY MARKETABLE BOND OR LIKE OBLIGATION THAT IS HELD BY A COMMERCIAL BANK AS AN INVESTMENT;

(2) ANY LOAN THAT IS MADE TO THIS STATE OR TO A POLITICAL SUBDIVISION AND THAT MATURES IN LESS THAN 1 YEAR;

(3) ANY LOAN OF \$3,500 OR LESS, UNLESS THAT LOAN EXCEEDS 20 PERCENT OF THE UNIMPAIRED CAPITAL AND SURPLUS OF THE COMMERCIAL BANK; OR

(4) ANY LIABILITY LAWFULLY INCURRED BEFORE JUNE 1, 1937.

(B) MAXIMUM OF ALL LIABILITIES.

THE TOTAL OF ALL LIABILITIES OF ANY ONE PERSON TO A COMMERCIAL BANK, INCLUDING ALL LIABILITIES REFERRED TO IN THIS SECTION, MAY NOT EXCEED AT ANY TIME 30 PERCENT OF THE UNIMPAIRED CAPITAL AND SURPLUS OF THE COMMERCIAL BANK.

(C) MAXIMUM OF LOANS.

(1) IN THIS SUBSECTION, "LOAN":

(I) INCLUDES AN OBLIGATION UNDER A STANDBY LETTER OF CREDIT; AND

(II) DOES NOT INCLUDE ANY DISCOUNT OR OBLIGATION THAT IS SUBJECT TO SUBSECTIONS (B) OR (E) OF THIS SECTION.

(2) THE TOTAL LIABILITY OF ANY ONE PERSON TO A COMMERCIAL BANK FOR LOANS MAY NOT EXCEED AT ANY TIME:

(I) 10 PERCENT OF THE UNIMPAIRED CAPITAL AND SURPLUS OF THE COMMERCIAL BANK; OR

(II) 30 PERCENT OF THE UNIMPAIRED CAPITAL AND SURPLUS OF THE COMMERCIAL BANK IF THE EXCESS OVER 10 PERCENT IS APPROVED BY A TWO THIRDS VOTE OF THE BOARD OF DIRECTORS AND IS SECURED BY CURRENCY OR OBLIGATIONS OF THE UNITED STATES OR OBLIGATIONS OF THIS STATE OR ANY POLITICAL SUBDIVISION.

(D) MAXIMUM OF DISCOUNTS OF COMMERCIAL PAPER.

(1) IN THIS SUBSECTION, "COMMERCIAL PAPER" MEANS ANY COMMERCIAL PAPER ISSUED IN CONNECTION WITH A COMMERCIAL TRANSACTION OR ANY CHATTEL PAPER, IF THE PERSON NEGOTIATING THE COMMERCIAL PAPER OR CHATTEL PAPER OWNS IT.

(2) THE TOTAL LIABILITY OF ANY ONE PERSON TO A COMMERCIAL BANK FOR DISCOUNTS OF COMMERCIAL PAPER MAY NOT EXCEED AT ANY TIME 25 PERCENT OF THE UNIMPAIRED CAPITAL AND