the language in present Art. 11, § 42 "reserved and set aside, as a guarantee fund" and in the last sentence of present Art. 11, § 43 "set aside ... as an addition ..." to clarify that there is one fund to which additions are made.

In subsection (d)(3)(ii) of this section, the phrase "to depositors of the savings bank" is added for clarity.

In subsection (d)(4) of this section, the agency name and the phrase "or any other appropriate federal authority" are substituted for the reference in present Art. 11, § 43 to "the federal bank supervisory agencies" for clarity.

The reference in present Art. 11, § 42 to paying interest from "net earnings" is deleted as unnecessary, in light of the requirement of present Art. 11, § 43 — now § 4-303 of this subtitle — to the same effect.

The reference in present Art. 11, § 41(a) to maintaining the fund "for the protection of depositors" is deleted as unnecessary.

The reference in present Art. 11, § 42 to "declare ... any dividend" is deleted as obsolete and, given the reference to "interest", unnecessary.

The balance of present Art. 11, § 40, which provides for establishment of branches, now appears in § 5-501 of this article.

4-303. INTEREST ON DEPOSITS.

(A) IN GENERAL.

A SAVINGS BANK MAY PAY INTEREST ON ITS DEPOSITS ONLY FROM ITS PROFITS, AFTER DEDUCTING EXPENSES FOR MANAGEMENT, LOSSES, NECESSARY CREDITS TO PREMIUM ACCOUNTS, TAXES, AND REQUIRED ADDITIONS TO THE GUARANTY FUND.

(B) BOND PREMIUMS.

IN DETERMINING ITS PROFITS, A SAVINGS BANK IS NOT REQUIRED, AS TO ANY BOND THAT IT BUYS OR HOLDS, TO CHARGE OFF FROM THE PREMIUM OF THE BOND MORE THAN AN AMOUNT PROPORTIONATE TO THE LIFE OF THE BOND.

REVISOR'S NOTE: This section is new language derived without substantive change from the first and second sentences of Art. 11, § 43.

In subsection (a) of this section, the phrase "required additions to the guaranty fund" is