

FOR the purpose of revising, correcting, and clarifying Title 9 and associated sections of the Uniform Commercial Code relating generally to secured transactions; revising the law relating to sales of accounts, contract rights, chattel paper, validity of security agreements, rights of parties, perfection of security interests and procedures for filing and default; providing transition provisions; making stylistic changes; and generally amending these laws to conform with the recommendations of the Permanent Editorial Board for the Uniform Commercial Code.

BY repealing and reenacting, with amendments,

Article - Commercial Law
 Section 1-105, 1-201, 2-107, 5-116, 9-102, 9-104,
 9-105, 9-106, 9-203, 9-204, 9-205, 9-301,
 9-302, 9-304, 9-305, 9-306, 9-307, 9-308,
 9-312, 9-318, 9-401, 9-402, 9-403, 9-404,
 9-405, 9-406, 9-502, and 9-504
 Annotated Code of Maryland
 (1975 Volume and 1979 Supplement)

BY repealing

Article - Commercial Law
 Section 9-103
 Annotated Code of Maryland
 (1975 Volume and 1979 Supplement)

BY adding to

Article - Commercial Law
 Section 9-103, 9-114, and 9-408; and 10-105 through
 10-112, inclusive
 Annotated Code of Maryland
 (1975 Volume and 1979 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That section(s) of the Annotated Code of Maryland be repealed, amended, or enacted to read as follows:

Article - Commercial Law

1-105.

(1) Except as provided hereafter in this section, when a transaction bears a reasonable relation to this State and also to another state or nation the parties may agree that the law either of this State or of such other state or nation shall govern their rights and duties. Failing such agreement Titles 1 through 10 of this article applies to transactions bearing an appropriate relation to this State.