Act or its legislative history would preclude banks from sharing in the ownership of the corporation with individuals or with corporations other than banks...." (12 C.F.R. § 7-7390(a)).

As to the referenced federal law, see General Revisor's Note to subtitle.

12-104. CONTINUATION AS SOLE STOCKHOLDING BANK.

A BANKING INSTITUTION MAY REMAIN AS THE ONLY STOCKHOLDING BANK OF A BANK SERVICE CORPORATION IF, AFTER THE BANKING INSTITUTION BECAME A STOCKHOLDING BANK:

(1) THE CAPITAL STOCK OF THE CORPORATION HAD BEEN OWNED AT LEAST IN PART BY ONE OR MORE OTHER BANKS; AND

(2) THE OTHER BANKS STOPPED USING THE SERVICES OF THE CORPORATION AND STOPPED OWNING STOCK IN IT.

REVISOR'S NOTE: This section is new language derived without substantive change from the second paragraph of Art. 11, § 62A(b).

In item (1) of this section, the reference to stock ownership "at least in part" by one or more other banks is new language added to conform to § 12-103(b)(2) of this subtitle. In this regard, see revisor's note to that section.

The present statement that the bank service corporation "may nevertheless continue to function as such" is deleted as unnecessary. The definition of "bank service corporation", as revised in § 12-101 of this subtitle, no longer requires the ownership of its stock by two or more banks (that requirement having been incorporated in the substance of § 12-103 of this subtitle) and, therefore, there is nothing in this revised subtitle that would preclude the continued operation of the bank service corporation.

The terms "bank" and "bank service corporation" are defined in § 12-101 of this subtitle.

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

12-105. LIMIT ON ACTIVITIES OF CORPORATION.

A BANK SERVICE CORPORATION MAY NOT ENGAGE IN ANY ACTIVITY OTHER THAN PROVIDING BANK SERVICES.

REVISOR'S NOTE: This section presently appears as Art. 11, § 62A(d).