

Section 9-302(1)(h)  
Annotated Code of Maryland  
(1975 Volume and 1983 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

Article - Real Property

7-101.

(b) [This] SUBSECTION (A) OF THIS section is not applicable to [a transfer] THE GRANT OF A SECURITY INTEREST IN A MORTGAGE by [the] A mortgagee, or one of several mortgagees, OR ANY ASSIGNEE of his interest in [the] A mortgage as security for payment of an indebtedness or performance of an obligation. Such a [transfer] TRANSACTION is governed by Title 9 of the MARYLAND Uniform Commercial Code, [but] EXCEPT THAT in order to perfect the security interest, [the transfer also shall be entered in the grantor-grantee index and in the block index, if maintained, of] AN ASSIGNMENT OF SUCH MORTGAGE SHALL BE RECORDED IN the land records in the county where the mortgage is recorded [with a reference to the date and place of filing the financing statement], AND NO FINANCING STATEMENT NEED BE FILED. IF A SECURITY INTEREST IN A MORTGAGE WAS ATTACHED BEFORE JULY 1, 1984, AND IF THE SECURITY INTEREST WAS PERFECTED AS REQUIRED BY SECTION 7-101(B) AS IN EFFECT BEFORE JULY 1, 1984, THEN THE SECURITY INTEREST SHALL CONTINUE TO BE PERFECTED AFTER JULY 1, 1984, WITHOUT THE NEED TO FILE ANY CONTINUATION STATEMENT UNDER THE MARYLAND UNIFORM COMMERCIAL CODE IF AN ASSIGNMENT IS RECORDED IN THE LAND RECORDS IN THE COUNTY WHERE THE MORTGAGE IS RECORDED BEFORE THE EFFECTIVENESS OF THE FINANCING STATEMENT LAPSES. IF A SECURITY INTEREST IN A MORTGAGE WAS ATTACHED BUT WAS NOT PERFECTED BEFORE JULY 1, 1984 AS REQUIRED BY SECTION 7-101(B) AS IN EFFECT BEFORE JULY 1, 1984, AND IF AN ASSIGNMENT OF THE MORTGAGE IS RECORDED IN THE LAND RECORDS IN THE COUNTY WHERE THE MORTGAGE IS RECORDED BEFORE OR AFTER JULY 1 1984, THEN THE SECURITY INTEREST WILL BE PERFECTED AS OF JULY 1, 1984 OR THE DATE OF RECORDING, WHICHEVER IS LATER.

Article - Commercial Law

9-302.

(1) A financing statement must be filed to perfect all security interests except the following:

(H) A SECURITY INTEREST IN A MORTGAGE COVERED BY SECTION 7-101 OF THE REAL PROPERTY ARTICLE.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1984.