

Annotated Code of Maryland
(1980 Volume and 1984 Supplement)

BY repealing

Article - Financial Institutions
Section 5-908
Annotated Code of Maryland
(1980 Volume and 1984 Supplement)

BY adding to

Article - Financial Institutions
Section 5-908
Annotated Code of Maryland
(1980 Volume and 1984 Supplement)

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

Article - Financial Institutions

5-903.

~~{C}--NOTWITHSTANDING THE PROVISIONS--OF--SUBSECTION--(B)--OF THIS--SECTION,--ANY--BANK--WHOSE--STOCK--HAS--BEEN--ACQUIRED--BY--AN OUT-OF-STATE-BANK-HOLDING-COMPANY-OR-ITS--SUBSIDIARY,--UNDER--THE PROVISIONS--OF--SUBSECTION--(B)--OF--THIS-SECTION,--BEFORE-JULY-1, 1985,--IS--RELIEVED--OF--THE-RESTRICTIONS--OF--SUBSECTION--(B){1}--AND {4}--OF--THIS-SECTION-AND--SHALL--HAVE--ALL--THE-POWERS--AND--PRIVILEGES AVAILABLE--TO--A--BANKING--INSTITUTION--OF--THIS-STATE--AND--A--NATIONAL BANKING--ASSOCIATION--WHOSE--PRINCIPAL--OFFICE--IS--IN--THIS-STATE--~~

(a) Except as EXPRESSLY provided in Section 1842 of Title 12 of the United States Code, as amended, and as provided herein OR OTHERWISE UNDER THIS ARTICLE, an out-of-state bank holding company or its subsidiary may not acquire or hold, directly or indirectly, any voting shares of, any interest in, or all or substantially all of the assets of any bank located in this State.

(b) Notwithstanding subsection (a) of this section, an out-of-state bank holding company or its subsidiary may acquire and hold all or substantially all of the voting shares of a single bank located in this State if:

(1) The bank whose stock is to be acquired is a newly established bank that has, or will have when chartered, no more than 1 office located in this State open to the public to conduct banking business;

(2) The bank whose stock is to be acquired has or will have on the date banking business is commenced in this State