

(B) THE STATE OR FEDERAL GOVERNMENT AGENCY OR INSTRUMENTALITY RECEIVING A GRANT OF A SECURITY INTEREST IN OR ASSIGNMENT OF A MORTGAGE BY A SAVINGS AND LOAN ASSOCIATION PURSUANT TO SUBSECTION (A) OF THIS SECTION SHALL GIVE PROMPT NOTIFICATION THEREOF TO THE STATE OR FEDERAL AGENCY THAT ISSUED THE CHARTER TO THE ASSOCIATION.

Article - Financial Institutions

9-329.

In any distribution of assets on liquidation of a savings and loan association, the priority of claims is as follows:

(1) In a mutual association:

(i) General creditors and holders of savings deposit accounts;

(ii) Holders of savings share accounts; and

(iii) Contributors to the initial general reserve fund and expense fund under Subtitle 2 of this title; and

(2) In a capital stock association:

(i) General creditors (OTHER THAN THOSE WHO ARE CAPITAL STOCKHOLDERS) and holders of savings deposit accounts;

(ii) Holders of savings share accounts;

(iii) Contributors to the initial general reserve fund and expense fund under Subtitle 2 of this title unless the funds were provided by paid-in surplus; and

(iv) Capital stockholders.

9-422.

A savings and loan association shall take title to all its investments in its own name, EXCEPT AS MAY BE PERMITTED BY REGULATION OR ORDER OF THE BOARD OF COMMISSIONERS TO ASSIGN OR GRANT A SECURITY INTEREST IN COLLATERAL GIVEN BY A SAVINGS AND LOAN ASSOCIATION TO ANY STATE OR FEDERAL GOVERNMENT AGENCY OR INSTRUMENTALITY, INCLUDING THE MARYLAND DEPOSIT INSURANCE FUND CORPORATION, A FEDERAL RESERVE BANK, OR THE A FEDERAL HOME LOAN BANK, TO SECURE LOANS TO THE SAVINGS AND LOAN ASSOCIATION.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act is hereby declared to be an emergency measure and necessary for the immediate preservation of the public health and safety and having been passed by a yea and nay vote supported by three-fifths of