

SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland read as follows:

Article - Financial Institutions

5-1101.

(b) "Acquire" means to assume ownership or control, directly or indirectly, of any voting shares of, interest in, or all or a substantial portion of the assets and liabilities, including, UNLESS OTHERWISE DETERMINED IN WRITING BY THE DIRECTOR OF THE STATE OF MARYLAND DEPOSIT INSURANCE FUND CORPORATION TO BE IN THE BEST FINANCIAL INTEREST OF THE FUND, all savings accounts liabilities THAT ARE INSURED BY THE FUND, TO THE EXTENT OF THE INSURANCE, and liabilities to the State, of the following institutions:

(1) A savings and loan association;

(2) A newly formed commercial bank chartered to consummate a transaction with a savings and loan association under this subtitle; or

(3) A commercial bank that results from the conversion of a savings and loan association.

(E) "MARYLAND BANK HOLDING COMPANY" MEANS A COMPANY THAT IS DEFINED AS A BANK HOLDING COMPANY UNDER THE ACT AND THAT CONDUCTED ITS PRINCIPAL BANKING BUSINESS IN MARYLAND ON JULY 1, 1966, OR ON THE DATE ON WHICH THE COMPANY BECAME A BANK HOLDING COMPANY UNDER THE ACT, WHICHEVER OCCURRED LATER.

5-1101.1.

The provisions of this subtitle which authorize an out-of-state bank holding company to acquire and hold certain institutions are only in effect through June 1, 1986. Any acquisition that was approved under this subtitle before June 1, 1986 remains subject to the terms and conditions that were in effect before that date, INCLUDING THE AUTHORIZATIONS IN SUBSECTIONS 5-1102(C) AND (D) OF THIS SUBTITLE.

5-1102.

(a) This subtitle sets forth the conditions under which an out-of-state bank holding company may acquire and hold:

(1) One or more savings and loan associations to be converted into one or more commercial banks; or

(2) One or more newly formed commercial banks that have acquired or acquire one or more savings and loan associations.