

EXECUTIVE ORDERS

- (1) A director, officer or controlling person of an association may not hold office as a director or officer of a competing state or federally chartered association, except that those directors, officers or controlling persons who are serving as such at the time of the adoption of this regulation may continue in this capacity with the concurrence of the board of directors of all interested associations, as well as the prior written approval of the Division Director. Furthermore, an officer of an association may not hold office as an officer of a commercial bank, savings bank, or credit union, except that those officers who are holding office at the time of the adoption of this regulation may continue in this capacity with the concurrence of the board of directors of the association and the commercial bank, savings bank, or credit union, as well as the prior written approval of the Division Director. Associations which have offices located within two miles of each other shall be deemed to be "competing" associations for the purpose of this provision.
- (2) A director may not receive remuneration as a director except for reasonable fees for service as a director.
- (3) An officer may not receive remuneration as an officer except for reasonable compensation for services as an officer to the association as determined by majority vote of the disinterested directors.
- (4) An association may grant, extend or refinance a loan to any of its officers, directors, controlling persons, employees, members of their immediate families or corporations, businesses or other entity in which an interest of 10% or more is owned by an officer, director, controlling person or member of his or her immediate family, in accordance with the specific requirements of Financial Institutions Article, § 9-307, Annotated Code of Maryland. Any such loan shall be personally guaranteed by the officer, director, controlling person or employee and his or her spouse and shall be in conformity with applicable lending regulations. For the purpose of such