

this purpose, "present" in § 2-410 of this article means present in person or by proxy; and

SECTION 2. AND BE IT FURTHER ENACTED, That Section(s) 2-314, 3-303, and 3-304, respectively, of Article - Corporations and Associations of the Annotated Code of Maryland be renumbered to be Section(s) 2-313, 3-301, and 3-302, respectively.

SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1988.

Approved May 17, 1988.

-----

CHAPTER 281

(House Bill 311)

AN ACT concerning

Corporations and Associations - Distributions to Stockholders

FOR the purpose of defining the term "distribution" to include all transfers of money, property, or indebtedness by a corporation to or for the benefit of stockholders of the corporation; providing certain exceptions; repealing a certain definition of the term "insolvent"; authorizing a corporation to effect certain stock splits and dividends; ~~clarifying--language;~~ regulating a corporation's acquisition of the corporation's own shares and other distributions of a corporation; prescribing and altering the liability of directors and stockholders for certain unlawful distributions; providing for certain contributions to a director held liable for an unlawful distribution; altering certain provisions relating to distributions in liquidation; and generally relating to distributions to stockholders and liability for those distributions.

BY repealing and reenacting, with amendments,

Article - Corporations and Associations  
Section 2-309 and 4-303(7)  
Annotated Code of Maryland  
(1985 Replacement Volume and 1987 Supplement)

BY repealing

Article - Corporations and Associations