

actions arising from events or omissions occurring on or after the effective date of this Act, and that, except as provided in Section 3 of this Act, the amendments to § 2-418 of the Corporations and Associations Article added by this Act shall apply only to indemnification granted on or after the effective date of this Act, whether the events, omissions, or proceedings underlying the indemnification occurred before or after the effective date of this Act.

SECTION 3. AND BE IT FURTHER ENACTED, That with respect to a banking institution, credit union, or savings and loan association described in this Act, or a subsidiary of a banking institution, credit union, or savings and loan association described in this Act, the amendments to Section 2-418 of the Corporations and Associations Article added by this Act shall apply only to indemnification granted on or after the effective date of this Act for events, omissions or proceedings occurring after the effective date of this Act.

SECTION 4. AND BE IT FURTHER ENACTED, That this Act is an emergency measure, is necessary for the immediate preservation of the public health and safety, has been passed by a yea and nay vote supported by three-fifths of all the members elected to each of the two Houses of the General Assembly, and shall take effect from the date it is enacted.

Approved February 18, 1988.

CHAPTER 4

(Senate Bill 223)

AN ACT concerning

Corporations and Associations -
Standard of Liability and Indemnification .

FOR the purpose of authorizing a corporate charter to alter the standard for imposing liability for damages on corporate directors and officers; providing for certain exceptions; modifying the presumptions applicable to, and the procedures for establishing the basis for, indemnification and advancement of expenses to corporate directors and certain other persons; providing for the application and construction of certain provisions of this Act; generally relating to the standards for liability for corporate directors and officers and indemnification of corporate