

(2) Any funds paid toward the purchase of shares or other interest in a financial organization, or any deposit made with these funds, and any interest or dividends on these, excluding any charges that lawfully may be withheld, unless, within 5 years, the owner has:

(i) Increased or decreased the amount of the funds or deposit, or presented an appropriate record for the crediting of interest or dividends;

(ii) Corresponded in writing with the financial organization concerning the funds or deposit; [or]

(III) ENGAGED IN ANY CREDIT, SHARE, OR OTHER DEPOSIT TRANSACTION WITH THE FINANCIAL ORGANIZATION; OR

[(iii)](IV) Otherwise indicated an interest in the funds or deposit as evidenced by a memorandum on file with the financial organization;

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 1994.

Approved May 26, 1994.

**CHAPTER 546**

**(House Bill 282)**

AN ACT concerning

**Credit Unions - Loans - Required Security**

FOR the purpose of ~~altering the circumstances under which a credit union may make an unsecured a loan to a member~~ increasing the amount of a loan that a credit union may make to a member without security.

BY repealing and reenacting, with amendments,

Article - Financial Institutions

Section 6-505

Annotated Code of Maryland

(1992 Replacement Volume and 1993 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

**Article - Financial Institutions**

6-505.

(a) A loan by a credit union to a member shall be secured as required by the credit union, subject to the provisions of this section.