

(2) REQUIRING DISCLOSURES OF MATERIAL TRANSACTIONS, RELATIONSHIPS BETWEEN AN INSURER AND ITS AFFILIATES, AND DIVIDENDS TO STOCKHOLDERS PAID BY INSURERS;

(3) REQUIRING DISCLOSURES OF RELEVANT INFORMATION ABOUT CHANGES IN CONTROL OF INSURERS; AND

(4) ESTABLISHING PENALTIES FOR FAILURE TO DISCLOSE AND PROVIDING FOR THE DISAPPROVAL OF CERTAIN TRANSACTIONS.

REVISOR'S NOTE: This section is new language derived without substantive change from former Art. 48A, § 491(a) and (b).

In the introductory language of subsection (a) of this section, the former reference to the General Assembly having "declared" its finding is deleted as unnecessary in light of the word "finds".

Also in the introductory language of subsection (a) of this section, the former reference to interests that "are" adversely affected is deleted as unnecessary in light of the reference to those that "may be" adversely affected.

In subsection (a)(3) of this section, the word "enters" is substituted for the former phrase "is caused to enter" to avoid a possible misinterpretation that an adverse effect would not result if the insurer entered the transaction on its own volition.

In the introductory language of subsection (b) of this section, the word "include" is substituted for the former phrase "but not in limitation" for brevity. See Art. 1, § 30.

Also in the introductory language of subsection (b) of this section, the former reference to the "policies" of this title is deleted as included in the reference to its "purposes".

In subsection (b)(1) of this section, the reference to disclosures "in acquisitions or mergers" is substituted for the former reference to disclosures "by acquiring or merging companies" for clarity, reflecting that an acquired person is also authorized to make certain disclosures.

In subsection (b)(2) of this section, the former reference to requiring disclosures "by insurers" is deleted as surplusage.

In subsection (b)(4) of this section, the reference to providing for the "disapproval" of transactions is substituted for the former reference to providing for the "opportunity to disapprove" certain transactions to reflect that the Commissioner is given explicit authority in this title to disapprove certain transactions.