

In subsection (h)(2) of this section, the phrase "in violation of paragraph (1) of this subsection" is substituted for the former phrase "for such purpose" for clarity.

Defined terms: "Affiliate" § 7-101

"Commissioner" § 1-101

"Domestic insurer" § 1-101

"Insurance holding company system" § 7-101

"Insurer" § 1-101

"Life insurer" § 1-101

"Person" § 1-101

"Premium" § 1-101

"Reinsurance" § 1-101

7-704. NOTICE TO COMMISSIONER OF INVESTMENT IN ONE CORPORATION.

A DOMESTIC INSURER SHALL NOTIFY THE COMMISSIONER WITHIN 30 DAYS AFTER MAKING ANY INVESTMENT IN ONE CORPORATION IF THE TOTAL INVESTMENT IN THE CORPORATION BY THE DOMESTIC INSURER'S INSURANCE HOLDING COMPANY SYSTEM EXCEEDS 10% OF THE CORPORATION'S VOTING SECURITIES.

REVISOR'S NOTE: This section is new language derived without substantive change from former Art. 48A, § 496(f).

This section is revised in the active voice to clarify that a domestic insurer has the duty to notify the Commissioner.

Defined terms: "Commissioner" § 1-101

"Domestic insurer" § 1-101

"Insurance holding company system" § 7-101

7-705. REGULATION OF DIVIDENDS AND DISTRIBUTIONS – IN GENERAL.

(A) NOTICE REQUIRED.

EXCEPT AS PROVIDED IN § 7-706 OF THIS SUBTITLE, BEFORE AN INSURER SUBJECT TO REGISTRATION UNDER SUBTITLE 6 OF THIS TITLE PAYS A DIVIDEND OR MAKES A DISTRIBUTION TO ITS SHAREHOLDERS, THE INSURER SHALL NOTIFY THE COMMISSIONER OF ITS INTENTION TO PAY THE DIVIDEND OR MAKE THE DISTRIBUTION.

(B) TIME OF NOTICE.

THE INSURER SHALL NOTIFY THE COMMISSIONER UNDER SUBSECTION (A) OF THIS SECTION:

(1) WITHIN 5 BUSINESS DAYS AFTER THE DECLARATION; AND

(2) AT LEAST 10 DAYS BEFORE THE PAYMENT OR DISTRIBUTION DATE.

(C) CONFIDENTIALITY OF NOTICE.