IN THIS SECTION, "INSURABLE INTEREST" MEANS AN ACTUAL, LAWFUL, AND SUBSTANTIAL ECONOMIC INTEREST IN THE SAFETY OR PRESERVATION OF THE SUBJECT OF THE INSURANCE AGAINST LOSS, DESTRUCTION, OR PECUNIARY DAMAGE OR IMPAIRMENT TO THE PROPERTY.

(B)   ENFORCEABILITY.

A CONTRACT OF PROPERTY INSURANCE OR A CONTRACT OF INSURANCE OF AN INTEREST IN OR ARISING FROM PROPERTY IS ENFORCEABLE ONLY FOR THE BENEFIT OF A PERSON WITH AN INSURABLE INTEREST IN THE PROPERTY AT THE TIME OF THE LOSS.

(C)   EXTENT OF INSURABLE INTEREST.

AN INSURABLE INTEREST IN PROPERTY IS MEASURED BY THE EXTENT OF POSSIBLE HARM TO THE INSURED FROM LOSS, INJURY, OR IMPAIRMENT OF THE PROPERTY.

> REVISOR'S NOTE: This section is new language derived without substantive change from former Art. 48A, § 367(a), (b), and (e).
>
> In subsection (c) of this section, the reference to "the extent of possible harm to the insured" is substituted for the former reference to an insured who "might be damnified" for clarity.
>
> Former Art. 48A, § 367(c), which allowed a married woman to have an insurable interest in property in the same manner as if she were not married, is deleted as obsolete. See Md. Decl. of Rights, Art. 46. See also FL, § 4–204.

Defined terms: "Insurance" § 1–101
       "Property insurance" § 1–101

12–302. GUARDIAN AUTHORIZED TO INSURE MINOR'S PROPERTY.

(A)   IN GENERAL.

A GUARDIAN OF A MINOR MAY INSURE FOR THE MINOR PROPERTY THAT THE MINOR OWNS.

(B)   EFFECT OF INSURANCE.

A PROPERTY INSURANCE CONTRACT ISSUED TO A GUARDIAN UNDER SUBSECTION (A) OF THIS SECTION HAS THE SAME EFFECT AS IF THE MINOR WERE AN ADULT AND HAD MADE THE PROPERTY INSURANCE CONTRACT.

> REVISOR'S NOTE: This section is new language derived without substantive change from former Art. 48A, § 367(d).
>
> Throughout this section, references to a "minor" are substituted for the former references to a "ward" and "a person under eighteen years of age". See Art. 1, § 24.
>
> In subsection (a) of this section, the former reference to property owned by a ward "either jointly or in severalty" is deleted as surplusage.