

(2) IN THE ABSENCE OF AGREEMENT, THE SECURITIES INTERMEDIARY EXERCISES DUE CARE IN ACCORDANCE WITH REASONABLE COMMERCIAL STANDARDS TO COMPLY WITH THE ENTITLEMENT ORDER.

(B) IF A SECURITIES INTERMEDIARY TRANSFERS A FINANCIAL ASSET IN ACCORDANCE WITH AN INEFFECTIVE ENTITLEMENT ORDER, THE SECURITIES INTERMEDIARY SHALL REESTABLISH A SECURITY ENTITLEMENT IN FAVOR OF THE PERSON ENTITLED TO IT, AND PAY OR CREDIT ANY PAYMENTS OR DISTRIBUTIONS THAT THE PERSON DID NOT RECEIVE AS A RESULT OF THE WRONGFUL TRANSFER. IF THE SECURITIES INTERMEDIARY DOES NOT REESTABLISH A SECURITY ENTITLEMENT, THE SECURITIES INTERMEDIARY IS LIABLE TO THE ENTITLEMENT HOLDER FOR DAMAGES.

8-508.

A SECURITIES INTERMEDIARY SHALL ACT AT THE DIRECTION OF AN ENTITLEMENT HOLDER TO CHANGE A SECURITY ENTITLEMENT INTO ANOTHER AVAILABLE FORM OF HOLDING FOR WHICH THE ENTITLEMENT HOLDER IS ELIGIBLE, OR TO CAUSE THE FINANCIAL ASSET TO BE TRANSFERRED TO A SECURITIES ACCOUNT OF THE ENTITLEMENT HOLDER WITH ANOTHER SECURITIES INTERMEDIARY. A SECURITIES INTERMEDIARY SATISFIES THE DUTY IF:

(1) THE SECURITIES INTERMEDIARY ACTS AS AGREED UPON BY THE ENTITLEMENT HOLDER AND THE SECURITIES INTERMEDIARY; OR

(2) IN THE ABSENCE OF AGREEMENT, THE SECURITIES INTERMEDIARY EXERCISES DUE CARE IN ACCORDANCE WITH REASONABLE COMMERCIAL STANDARDS TO FOLLOW THE DIRECTION OF THE ENTITLEMENT HOLDER.

8-509.

(A) IF THE SUBSTANCE OF A DUTY IMPOSED UPON A SECURITIES INTERMEDIARY BY §§ 8-504 THROUGH 8-508 OF THIS SUBTITLE IS THE SUBJECT OF OTHER STATUTE, REGULATION, OR RULE, COMPLIANCE WITH THAT STATUTE, REGULATION, OR RULE SATISFIES THE DUTY.

(B) TO THE EXTENT THAT SPECIFIC STANDARDS FOR THE PERFORMANCE OF THE DUTIES OF A SECURITIES INTERMEDIARY OR THE EXERCISE OF THE RIGHTS OF AN ENTITLEMENT HOLDER ARE NOT SPECIFIED BY OTHER STATUTE, REGULATION, OR RULE OR BY AGREEMENT BETWEEN THE SECURITIES INTERMEDIARY AND ENTITLEMENT HOLDER, THE SECURITIES INTERMEDIARY SHALL PERFORM ITS DUTIES AND THE ENTITLEMENT HOLDER SHALL EXERCISE ITS RIGHTS IN A COMMERCIALY REASONABLE MANNER.

(C) THE OBLIGATION OF A SECURITIES INTERMEDIARY TO PERFORM THE DUTIES IMPOSED BY §§ 8-504 THROUGH 8-508 OF THIS SUBTITLE IS SUBJECT TO:

(1) RIGHTS OF THE SECURITIES INTERMEDIARY ARISING OUT OF A SECURITY INTEREST UNDER A SECURITY AGREEMENT WITH THE ENTITLEMENT HOLDER OR OTHERWISE; AND