

Section 4A-503, 4A-504, 4A-904, and 4A-905
Annotated Code of Maryland
(1993 Replacement Volume and 1996 Supplement)

BY repealing and reenacting, without amendments,
Article - Corporations and Associations
Section 10-101(a)
Annotated Code of Maryland
(1993 Replacement Volume and 1996 Supplement)

BY renumbering
Article - Corporations and Associations
Section 4A-505, 4A-506, 4A-507, and 4A-906 through 4A-922, respectively
to be Section 4A-503, 4A-504, 4A-505, and 4A-904 through 4A-920, respectively
Annotated Code of Maryland
(1993 Replacement Volume and 1996 Supplement)

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

Article - Commercial Law

15-208.

(A) Every conveyance of partnership property and every partnership obligation incurred when the partnership is or will be rendered insolvent by it, is fraudulent as to partnership creditors, if the conveyance is made or the obligation is incurred to:

(1) A partner, whether with or without a promise by him to pay partnership debts, UNLESS THE CONVEYANCE OR OBLIGATION REPRESENTS FAIR AND REASONABLE COMPENSATION FOR SERVICES PROVIDED OR TO BE PROVIDED BY THE PARTNER TO THE PARTNERSHIP AND THE SERVICES ARE PROVIDED OR WILL BE PROVIDED WITHIN 120 DAYS BEFORE OR AFTER THE DATE THE CONVEYANCE IS MADE OR THE OBLIGATION IS INCURRED; or

(2) A person not a partner, without fair consideration to the partnership as distinguished from consideration to the individual partners.

(B) EVERY CONVEYANCE OF LIMITED LIABILITY COMPANY PROPERTY AND EVERY LIMITED LIABILITY COMPANY OBLIGATION INCURRED WHEN THE LIMITED LIABILITY COMPANY IS OR WILL BE RENDERED INSOLVENT BY IT, IS FRAUDULENT AS TO CREDITORS OF THE LIMITED LIABILITY COMPANY, IF THE CONVEYANCE IS MADE OR THE OBLIGATION IS INCURRED TO:

(1) A MEMBER, WHETHER WITH OR WITHOUT A PROMISE BY HIM TO PAY THE LIMITED LIABILITY COMPANY'S DEBTS, UNLESS THE CONVEYANCE OR OBLIGATION REPRESENTS FAIR AND REASONABLE COMPENSATION FOR SERVICES PROVIDED OR TO BE PROVIDED BY THE MEMBER TO THE LIMITED LIABILITY