

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

Article 48A – Insurance Code

31A.

(A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.

(2) “MARYLAND SECURITIES ACT” OR “ACT” MEANS TITLE 11 OF THE CORPORATIONS AND ASSOCIATIONS ARTICLE.

(3) “PERSON” MEANS A PERSON WHO IS ENGAGED IN, PROPOSING TO BE ENGAGED IN, OR ASSISTING IN THE PROMOTION OR FORMATION OF:

(I) A DOMESTIC INSURER;

(II) AN INSURANCE HOLDING CORPORATION; OR

(III) A CORPORATION THAT FINANCES:

1. A DOMESTIC INSURER OR THE PRODUCTION OF ITS BUSINESS; OR

2. AN INSURANCE HOLDING CORPORATION OR THE PRODUCTION OF ITS BUSINESS.

(4) “REGISTER” MEANS TO REGISTER SECURITIES WITH THE MARYLAND DIVISION OF SECURITIES IN THE OFFICE OF THE ATTORNEY GENERAL IN ACCORDANCE WITH THE REQUIREMENTS OF §§ 11-502 AND 11-504 OF THE CORPORATIONS AND ASSOCIATIONS ARTICLE.

(5) “SALE”, “SELL”, AND “OFFER TO SELL” HAVE THE MEANINGS PROVIDED IN THE MARYLAND SECURITIES ACT.

(B) (1) A PERSON WHO IS REQUIRED TO REGISTER A PROPOSED SALE OR OFFER TO SELL SECURITIES SHALL FILE WITH THE INSURANCE COMMISSIONER A COPY OF THE FILING MADE WITH THE MARYLAND DIVISION OF SECURITIES.

(2) THE FILING WITH THE COMMISSIONER SHALL BE MADE WITHIN 5 DAYS OF THE FILING WITH THE DIVISION OF SECURITIES.

(C) THIRTY DAYS BEFORE THE PROPOSED SALE OR OFFER TO SELL, A PERSON WHO IS EXEMPT UNDER § 11-602(9) AND (10) OF THE CORPORATIONS AND ASSOCIATIONS ARTICLE FROM THE REGISTRATION REQUIREMENTS OF §§ 11-502 AND 11-504 OF THE CORPORATIONS AND ASSOCIATIONS ARTICLE SHALL FILE WITH THE COMMISSIONER THE INFORMATION WHICH WOULD HAVE BEEN REQUIRED UNDER § 11-502 OR § 11-504 OF THE CORPORATIONS AND ASSOCIATIONS ARTICLE.