

## CHAPTER 295.

(House Bill 272)

AN ACT to add seven new sections to Article 48A of Flack's Annotated Code of Maryland (1939 Edition) title "Insurance", sub-title "General Provisions", to be known respectively as Sections 65A, 65B, 65C, 65D, 65E, 65F and 65G, to follow immediately after Section 65, said new sections relating to the liquidation, rehabilitation, reorganization or conservation of insurers doing business in more than one state.

SECTION 1. *Be it enacted by the General Assembly of Maryland,* That seven new sections be and the same are hereby added to Article 48A of Flack's Annotated Code of Maryland (1939 Edition), to be known respectively as Sections 65A, 65B, 65C, 65D, 65E, 65F and 65G, to follow immediately after Section 65, and to read as follows:

65A. *Definitions.* For the purpose of this Act:

(1) "Insurer" means any person, firm, corporation or aggregation of persons doing an insurance business and subject to the insurance supervisory authority of, or to the liquidation, rehabilitation, reorganization or conservation by, the Insurance Commissioner.

(2) "Delinquency proceeding" means any proceeding commenced against an insurer for the purpose of liquidating, rehabilitating, reorganizing or conserving such insurer.

(3) "State" means any state of the United States, the Territory of Alaska, the Territory of Hawaii, and the District of Columbia.

(4) "Domiciliary State" means the State in which an insurer is incorporated or organized or, in the case of an insurer incorporated or organized in a foreign country, the state in which such insurer, having become authorized to do business in such state has, at the commencement of delinquency proceedings the largest amount of its trusteed assets and deposits for the benefit of its policy holders or policy holders and creditors in the United States; and "domiciliary insurer" means an insurer in its domiciliary state.

(5) "Ancillary State" means any state other than a domiciliary state.

(6) "Reciprocal State" means any state in which in substance and effect the provisions of this Article are in force.

(7) "General Assets" means all property, real or personal, not specifically mortgaged, pledged, deposited as security or otherwise encumbered, and as to such specifically encumbered