

to follow immediately after Section 24 and to be known as Section 25, relating to investment of capital, surplus and other funds of life insurance companies.

SECTION 1. *Be it enacted by the General Assembly of Maryland*, That Section 25 of Article 48A of Flack's Annotated Code of Maryland (1939 Edition), as amended by Chapter 634 of the Acts of 1941, title "Insurance", sub-title, "General Provisions", be and same is hereby repealed.

SEC. 2. *Be it further enacted*, That a new section be and the same is hereby added to Article 48A of Flack's Annotated Code of Maryland (1939 Edition), title "Insurance", sub-title "General Provisions", to follow immediately after Section 24 and to be known as Section 25, and to read as follows:

25. INVESTMENTS — LIFE. (1) Every domestic stock and mutual life insurance company must have and continually keep to the extent of an amount equal to its entire reserves, as hereinafter defined, and its capital, if any, invested in:

a. Coin or currency of the United States of America, on hand or on deposit in a National or State bank or trust company, or not in excess of Five Thousand Dollars (\$5,000.00) in any one Federal Savings and Loan Association or in any such Building or Homestead Association insured by the Federal Savings and Loan Insurance Corporation.

b. Interest bearing bonds, notes, certificates of indebtedness, bills or other direct interest bearing obligations of the United States of America or of the Dominion of Canada or other interest bearing obligations fully guaranteed both as to principal and interest by the United States of America, or by the Dominion of Canada, which if in default as to principal or interest shall be carried at market value.

c. Interest bearing bonds of any State, District of Columbia, Territory or possession of the United States of America, or of any Province of the Dominion of Canada, or of any County, or incorporated City of any State, District of Columbia, Territory or possession of the United States of America, which if in default as to principal or interest, shall be carried at market value.

d. Interest bearing bonds of any Commission, Authority or political sub-division having legal authority to issue the same, of any State, District of Columbia, Territory or possession of the United States of America or of any County or incorporated City of any State, District of Columbia, Territory or posses-