

stockholder approval; providing for certain rulemaking authority for the Bank Commissioner; providing for certain determinations and modifications to be made by the Bank Commissioner; providing filing requirements and appeal procedures; providing for certain powers and restrictions with certain exceptions for a converted commercial bank; and generally relating to procedures to be followed in converting a capital stock savings and loan association to a banking-institution commercial bank.

BY adding to

Article - Financial Institutions
 Section 9-631 through 9-639 9-640 to be under the new part
 "Part V. Capital Stock Savings and Loan Association
 Conversion to a Banking-Institution Commercial Bank"
 Annotated Code of Maryland
 (1980 Volume and 1985 Supplement)

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

Article - Financial Institutions

PART V. CAPITAL STOCK SAVINGS AND LOAN ASSOCIATION
 CONVERSION TO A BANKING-INSTITUTION COMMERCIAL BANK

9-631.

A CAPITAL STOCK SAVINGS AND LOAN ASSOCIATION MAY CONVERT TO A BANKING-INSTITUTION COMMERCIAL BANK IF:

- (1) ITS STOCKHOLDERS APPROVE;
- (2) ITS CHARTER IS AMENDED;
- (3) THE BANK COMMISSIONER APPROVES; AND

~~(4) -- THE FEDERAL DEPOSIT INSURANCE CORPORATION OR THE FEDERAL SAVINGS AND LOAN INSURANCE CORPORATION AGREES TO INSURE THE DEPOSITS OF THE CONVERTED INSTITUTION.~~

(4) ALL DEPOSITS WILL BE INSURED THROUGHOUT THE CONVERSION;

(5) THE DEPOSITORS OF THE CAPITAL STOCK SAVINGS AND LOAN ASSOCIATION IMMEDIATELY PRIOR TO THE CONVERSION SHALL BE ENTITLED TO DEPOSITS IN THE COMMERCIAL BANK OF LIKE AMOUNTS, INTEREST RATE AND OTHER TERMS, WITHOUT INTERRUPTION OF INTEREST;

(6) ALL DEPOSITS SHALL BE INSURED BY THE FEDERAL DEPOSIT INSURANCE CORPORATION UP TO THE MAXIMUM AMOUNT PROVIDED BY LAW;