

requiring divestiture under certain circumstances; providing applicable law and regulatory supervision; providing for certain enforcement actions including financial penalties; providing for inseparability of provisions; providing for the applicability of existing provisions governing stock acquisitions to certain institutions; providing for certain technical amendments; providing certain exemptions for certain out-of-state bank holding companies; requiring certain reporting to and by the State Bank Commissioner; providing for contingent action by the General Assembly relating to certain provisions of this Act; and generally relating to reciprocal interstate banking acquisitions.

BY adding to

Article - Financial Institutions
Section 5-1001 through 5-1007, inclusive, to be under the new subtitle "Subtitle 10. Reciprocal Interstate Banking Acquisitions"
Annotated Code of Maryland
(1980 Volume and 1984 Supplement)

BY repealing and reenacting, with amendments,

Article - Financial Institutions
Section 3-314, 12-204, and 12-207
Annotated Code of Maryland
(1980 Volume and 1984 Supplement)

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

Article - Financial Institutions

3-314.

(a) (1) In this section the following words have the meanings indicated.

(2) "Bank holding company" has the meaning stated in the Federal Bank Holding Company Act of 1956.

(3) "Stock acquisition" means:

(i) An acquisition of the outstanding voting stock of a commercial bank or bank holding company in this State, if the acquisition will affect the power to direct or to cause the direction of the management or policy of any banking institution or bank holding company; or

(ii) An acquisition of any voting stock of a commercial bank, if the acquisition will give any one person control of 25 percent or more of the voting stock of the commercial bank.