specify that this excess may be secured by cash.

Also in subsection (c)(2)(ii) of this section, the present reference to "interest-bearing" obligations are deleted as unnecessary.

Also in subsection (c)(2)(ii) of this section, the present reference to "bonds of the Home Owners [sic] Loan Corporation" is deleted as obsolete. The Home Owners' Loan Corporation was abolished by the Act of June 30, 1953, c. 170, § 21, 67 Stat. 126, with all of its property "transferred to the United States of America".

Subsection (d)(1) of this section is revised to limit the present, overly broad reference to "commercial paper" to paper "issued in connection with a commercial transaction" for clarity.

Also in subsection (d)(1) of this section, the term "chattel paper" is substituted for the reference to "business paper" for clarity.

In subsection (e)(1)(ii) of this section, the term "documents of title" is substituted for "warehouse receipts conveying or securing title" to conform to the terminology in the Commercial Law Article. In this regard, see the definition of "document of title" in CL § 1-201.

As to subsection (a)(4) of this section, the Commission to Revise the Annotated Code suspects that its provisions were intended merely to avoid retroactively making unlawful any liabilities that existed in 1937 that otherwise would be prohibited by the 1937 amendment to the section; as such it would be obsolete. However, it is possible that its provisions also were intended, for future years, to exclude any such loans from the computations of maximum liabilities; as such, it would not be obsolete if, in fact, there are any such loans still outstanding. The Commission is unsure of the legislative intent and, therefore, has retained the substance of this provision, subject to review by the General Assembly.

The Commission also notes that there is no similar limitation on the power of savings banks to make loans. The General Assembly may wish to extend the provisions of this section to impose on savings banks limits in proportion to their guaranty fund and, if so, to transfer the provisions to Title 5, Subtitle 5 of this article.

3-602. LOANS TO DIRECTORS, OFFICERS, OR EMPLOYEES.