

the regulation and supervision of insurance carried by such companies, associations, and exchanges, including insurance carried by the State Workmen's Insurance Fund; providing penalties; and repealing existing laws," as amended by the act approved the twenty-sixth day of April, one thousand nine hundred and twenty-nine (Pamphlet Laws, seven hundred eighty-one), is hereby further amended to read as follows:

Section 205. Par Value of Stock; Payment of Subscriptions; Forfeitures.—The capital *stock* of [a] all stock [life] insurance [company] *companies* shall be divided into shares of not less than [one hundred dollars (\$100)]; the capital of all other stock insurance companies shall be divided into shares of not less than [five dollars (\$5)]. All payments on accounts of capital stock in any stock insurance company shall be made in lawful money, and no note or obligation given by a stockholder, whether secured by pledge or otherwise, shall be considered as a payment of any part of the capital stock. Ten per centum (10%) shall be paid on each share at the time of subscribing, and the balance on such shares shall be paid at such times as the company may direct, but full payments on all shares shall be made within a period of nine months from the date of organization.

Any stock insurance company may prescribe rules with regard to the forfeiture of partial payments on subscriptions, which rules shall be binding upon subscribers, if made known at the time of the subscription.

APPROVED—The 24th day of May, A. D. 1933.

GIFFORD PINCHOT

No. 212

AN ACT

To amend section six hundred and twenty-nine of the act, approved the seventeenth day of May, one thousand nine hundred and twenty-one (Pamphlet Laws, six hundred eighty-two), entitled "An act relating to insurance; amending, revising, and consolidating the law providing for the incorporation of insurance companies, and the regulation, supervision, and protection of home and foreign insurance companies, Lloyds associations, reciprocal and inter-insurance exchanges, and fire insurance rating bureaus, and the regulation and supervision of insurance carried by such companies, associations, and exchanges, including insurance carried by the State Workmen's Insurance Fund; providing penalties; and repealing existing laws," as amended, exempting additional corporations from the provision of subdivision (b) of article six of the act.

Section 1. Be it enacted, &c., That section six hundred and twenty-nine of the act, approved the seventeenth day of May, one thousand nine hundred and twenty-one (Pamphlet Laws, six hundred eighty-two), entitled "An act relating to insurance; amending, revis-

Insurance  
Company  
Law of 1921.

Exempting additional corporations from (b), Article VI.

Section 629, act of May 17, 1921 (P. L. 682), as amended by act of June 23, 1931 (P. L. 904), further amended.

ing, and consolidating the law providing for the incorporation of insurance companies, and the regulation, supervision, and protection of home and foreign insurance companies, Lloyds associations, reciprocal and inter-insurance exchanges, and fire insurance rating bureaus, and the regulation and supervision of insurance carried by such companies, associations, and exchanges, including insurance carried by the State Workmen's Insurance Fund; providing penalties; and repealing existing laws," as amended by the act approved the twenty-third day of June, one thousand nine hundred and thirty-one (Pamphlet Laws, nine hundred four), is hereby further amended to read as follows:

Section 629. Limitations.—(a) Nothing in subdivision (b) of this article shall apply to or affect any policy of workmen's compensation insurance; or any general or blanket policy of insurance issued to any municipal corporation or department thereof, or to any corporation or individual employer, police or fire department, where the officers, members, or employes or classes or departments thereof, are insured, for their individual benefit, against specified accidental bodily injuries or sickness, while exposed to the hazards of the occupation or otherwise, in consideration of a premium intended to cover the risks of all the persons insured under such policy.

(b) Nothing in subdivision (b) of this article shall apply to or in any way affect contracts supplemental to contracts of life or endowment insurance where such supplemental contracts contain no provisions except such as operate to safeguard such insurance against lapse or to provide a special surrender value therefor in the event that the insured shall be totally and permanently disabled by reason of accidental bodily injury or by sickness: Provided, That no such supplemental contract shall be issued or delivered to any person in this Commonwealth unless and until a copy of the form thereof has been submitted to and approved by the Insurance Commissioner under such reasonable rules and regulations as he shall make concerning the provisions in such contracts and their submission to and approval by him.

(c) Nothing in subdivision (b) of this article shall be applicable to policies issued by companies organized under the provisions of the act, approved April twenty-eighth, one thousand nine hundred and three (Pamphlet Laws, three hundred twenty-nine), entitled "An act to provide for the incorporation and regulation of corporations for the purpose of making insurance upon the health of individuals and against personal injury and disablement and death therein; limiting the amount for which such corporations may issue policies; and providing the manner in which certain existing corporations may become reincorporated under this act," or to policies issued by companies reincorporated under the

*provisions of the act, approved April twentieth, one thousand nine hundred and twenty-seven (Pamphlet Laws, three hundred seventeen), entitled "An act authorizing existing beneficial or protective societies, heretofore incorporated, to reincorporate for the purpose of making insurance upon the health of individuals and against personal injury and disablement and death; regulating such corporations and limiting the amount for which corporations may issue policies; and imposing a tax on gross premiums of companies reincorporated under the provisions of this act."*

(d) The provisions contained in clause (e) of section six hundred and seventeen (617), and clauses (b), (c), (h) and (l) of section six hundred and eighteen (618), may be omitted from railroad ticket policies sold only at railroad stations or at railroad ticket offices by railroad employes.

APPROVED—The 24th day of May, A. D. 1933.

GIFFORD PINCHOT

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No. 213

AN ACT

Relating to policies of indemnity insurance; requiring such policies to contain provisions covering cases of insolvency and bankruptcy of the insured, and to permit injured persons, or their personal representatives, to maintain suits against the insurer in such cases.

Section 1. Be it enacted, &c., That no policy of insurance against loss or damage resulting from accident to or injury suffered by an employe or other person and for which the person insured is liable, or against loss or damage to property caused by animals or by any vehicle drawn, propelled or operated by any motive power and for which loss or damage the person insured is liable, shall hereafter be issued or delivered in this State by any corporation, or other insurer, authorized to do business in this State, unless there shall be contained within such policy a provision that the insolvency or bankruptcy of the person insured shall not release the insurance carrier from the payment of damages for injury sustained or loss occasioned during the life of such policy, and stating that in case execution against the insured is returned unsatisfied in an action brought by the injured person, or his or her personal representative in case death results from the accident, because of such insolvency or bankruptcy, then an action may be maintained by the injured person, or his or her personal rep-

Indemnity  
insurance  
policies.

Statement  
required as to  
insolvency or  
bankruptcy of  
insured.

Liability of  
insurer.