

No. 240

AN ACT

SB 1604

Amending the act of November 30, 1965 (P.L.847, No.356), entitled "An act relating to and regulating the business of banking and the exercise by corporations of fiduciary powers; affecting persons engaged in the business of banking and corporations exercising fiduciary powers and affiliates of such persons; affecting the shareholders of such persons and the directors, trustees, officers, attorneys and employes of such persons and of the affiliates of such persons; affecting national banks located in the Commonwealth; affecting persons dealing with persons engaged in the business of banking, corporations exercising fiduciary powers and national banks; conferring powers and imposing duties on the Banking Board, on certain departments and officers of the Commonwealth and on courts, prothonotaries, clerks and recorders of deeds; providing penalties; and repealing certain acts and parts of acts," enlarging the investment powers of institutions.

The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows:

Section 1. Subsection (d) of section 311, act of November 30, 1965 (P.L.847, No.356), known as the "Banking Code of 1965," amended September 27, 1973 (No.72), is amended by adding a clause to read:
Section 311. Transactions With Respect to Shares of Corporate Stock and Capital Securities

* * *

(d) Ownership—An institution may acquire and hold:

* * *

(vii) shares of stock of a clearing corporation as defined in Article 8 of the Uniform Commercial Code.

* * *

Section 2. Subsection (b) of section 504 of the act, amended September 27, 1973 (No.72), is amended by adding a clause to read:
Section 504. Investments

* * *

(b) Authority under this act or other statutes—Except as otherwise provided in its articles, a savings bank may, in addition to investments authorized by its articles, other provisions of this act or other statutes, make investments in:

* * *

(xii)¹ shares of stock of a clearing corporation as defined in Article 8 of the Uniform Commercial Code.

* * *

Section 3. This act shall take effect immediately.

¹ "(xi)" in original.

APPROVED—The 10th day of October, A. D. 1974.

MILTON J. SHAPP

The foregoing is a true and correct copy of Act of the General Assembly
No. 240.

A handwritten signature in black ink, reading "C. McLaughlin Tucker". The signature is written in a cursive style with a large initial "C" and a prominent "T" at the end.

Secretary of the Commonwealth.