

No. 25

AN ACT

SB 360

Amending the act of November 25, 1970 (No.230), entitled "An act codifying and compiling a part of the law of the Commonwealth," further authorizing the retention by fiduciaries of shares of stock and other securities of bank holding companies.

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

Section 1. Section 7315 of Title 20, act of November 25, 1970 (No.230), known as the "Consolidated Pennsylvania Statutes," amended June 30, 1972 (No.164), is amended to read:

§ 7315. Retention of investments.

A fiduciary, if he exercises the same care and prudence as he would in the case of an authorized investment, may retain without liability for resulting loss:

(1) any asset received in kind, even though it is not an authorized investment; **[and]**

(2) any asset purchased in reliance upon a construction, by the court, of the instrument or a provision contained therein even though the court in a subsequent proceeding adopts a contrary construction thereof; *and*

(3) *shares of stock or other securities (and securities received as distributions in respect thereof) of a holding company subject to the Federal Bank Holding Company Act of 1956, as amended, received upon conversion of, or in exchange for, shares of stock or other securities of a bank which the fiduciary was directed or authorized to retain, in the instrument establishing the trust or otherwise.*

Section 2. This act shall take effect immediately.

APPROVED—The 12th day of June, A. D. 1973.

MILTON J. SHAPP

The foregoing is a true and correct copy of Act of the General Assembly No. 25.



Secretary of the Commonwealth.