

Title 36 MARYLAND STATE LOTTERY AND GAMING CONTROL AGENCY

Subtitle 03 GAMING PROVISIONS

Chapter .01 General

Authority: State Government Article, §§ 9-1A-01, 9-1A-02, and 9-1A-04, Annotated Code of Maryland

.06 Owners.

A. – K. (text unchanged)

L. Principal Entities as Approved Institutional Investors.

(1) A principal entity may request the Commission to waive the requirement of conducting a full background investigation of the principal entity.

(2) The Commission may approve a principal entity's request for a waiver if the principal entity:

(a) Meets one of the definitions of institutional investor in State Gov't § 9-1A-01, Annotated Code of Maryland; and

(b) Satisfactorily completes and submits an institutional investor waiver application as required by the Commission.

(3) A principal entity for which the Commission has approved a waiver request under §L(2) of this Regulation is an approved institutional investor.

(4) An institutional investor may maintain an approved waiver as an institutional investor by:

(a) Maintaining an ownership interest in an applicant or licensee; and

(b) Providing the Commission with the statement of ownership percentage it reported to the Securities and Exchange Commission:

(i) Annually, before the last day of April; or

(ii) As otherwise directed by the Commission.

(5) If an approved institutional investor complies with §L(4) of this Regulation, the Commission's approval is valid for 5 years from the date of approval, and:

(a) The waiver may apply to one or more applicants or licensees in which the entity is an institutional investor; and

(b) The institutional investor shall submit an institutional waiver application every five years from the date of the Commission's last approval.

(6) If an approved institutional investor does not meet the requirements of §L(4) of this Regulation with respect to one or more applicants or licensees, and:

(a) If an approved institutional investor's ownership interest falls below 5%, the institutional investor shall notify the Commission in writing; and

(b) If the institutional investor acquires an ownership interest of 5% or greater in any applicant or licensee, the Commission may require the institutional investor to submit a new institutional waiver application.