

85 advisory board or other contract of any kind promising returns and
86 profits as an inducement to insurance.

87 No insurance company shall be authorized to do business in this
88 state which issues or permits its agents, officers, or employees to
89 issue in this state or in any other state or territory, agency company
90 stock or other stock or securities, or any special advisory board or
91 other contract of any kind promising returns and profits as an in-
92 ducement to insurance.

93 No corporation or stock company, acting as an agent of an insur-
94 ance company, or any of its agents, officers, or employees, shall be
95 permitted to agree to sell, offer to sell, or give or offer to give, direct-
96 ly or indirectly, in any manner whatsoever, any share of stock,
97 securities, bonds, or agreement of any form or nature, promising
98 returns and profits as an inducement to insurance, or in connection
99 therewith.

100 Nothing herein contained shall impair or affect in any manner any
101 such contracts issued or made as an inducement to insurance prior to
102 the enactment of this section, or prevent the payment of the dividends
103 or returns therein stipulated to be paid.

104 It shall be the duty of the commissioner upon being satisfied that
105 any insurance company, or any agent thereof, has violated any of the
106 provisions of this section, to revoke the certificate of authority of the
107 company or agent so offending.

108 "11. Nothing contained in this chapter shall be construed to exempt
109 any corporation from the requirements of chapter five hundred two
110 (502) of the Code."

Approved May 6, 1963.

CHAPTER 300

INSURANCE ACT AMENDMENT

S. F. 473

AN ACT to amend senate file four hundred forty-five (445),* Acts of the Sixtieth General Assembly, relating to the organization of domestic insurance companies.

Be It Enacted by the General Assembly of the State of Iowa:

1 SECTION 1. Senate file four hundred forty-five (445), Acts of the
2 Sixtieth (60th) General Assembly is hereby amended by striking
3 from lines six (6) and seven (7) of subsection six (6) of section one
4 (1), the following, "section five hundred six point three (506.3) of the
5 Code", and substituting in lieu thereof "subsection four (4), section
6 one (1), of this Act".

Approved June 4, 1963.

*Chapter 299.