NOTICE FROM THE APPROPRIATE REGULATORY AUTHORITY NOTIFYING THE CREDIT GRANTOR OF A SPECIFIC ERROR AS TO A SPECIFIC BORROWER.

(2) THE PENALTY PROVIDED IN § 12-918(A) OF THIS SUBTITLE DOES NOT APPLY TO CASES IN WHICH A BORROWER INSTITUTES AN ACTION FOR VIOLATION OF § 12-903, § 12-904, § 12-905, § 12-910, OR § 12-911 OF THIS SUBTITLE BEFORE PROVIDING TO THE CREDIT GRANTOR A WRITTEN NOTICE NOTIFYING THE CREDIT GRANTOR OF THE ERROR AND AFFORDING THE CREDIT GRANTOR THE OPPORTUNITY, IF AVAILABLE, TO CORRECT THE ERROR AS PROVIDED IN PARAGRAPH (1) OF THIS SUBSECTION.

(3) THE BURDEN SHALL BE ON THE CREDIT GRANTOR TO SHOW THAT THE FAILURE TO COMPLY WITH § 12-903, § 12-904, § 12-905, § 12-910, OR § 12-911 OF THIS SUBTITLE WAS UNINTENTIONAL AND IN GOOD FAITH.

(B) THE PENALTY PROVISIONS OF § 12-918(A) OF THIS SUBTITLE DO NOT APPLY IN CASES IN WHICH THE BORROWER INSTITUTES A CIVIL ACTION IN A COURT OF COMPETENT JURISDICTION FOR VIOLATION OF THIS SUBTITLE BY A CREDIT GRANTOR BEFORE THE CREDIT GRANTOR RECEIVES A WRITTEN NOTICE, PROVIDED THAT THE CREDIT GRANTOR MAKES THE NECESSARY ADJUSTMENTS PURSUANT TO SUBSECTION (A) OF THIS SECTION.

12-918.

(a) (1) IN THIS SUBSECTION, "NOTICE" MEANS THE FIRST TO OCCUR OF THE FOLLOWING:

(I) WHEN THE CREDIT GRANTOR RECEIVES A WRITTEN NOTICE FROM THE BORROWER NOTIFYING THE CREDIT GRANTOR OF AN ERROR OR VIOLATION;

(II) WHEN THE CREDIT GRANTOR RECEIVES A WRITTEN NOTICE FROM THE COMMISSIONER OF CONSUMER CREDIT OR THE APPROPRIATE REGULATORY AUTHORITY NOTIFYING THE CREDIT GRANTOR OF AN ERROR OR VIOLATION; OR

(III) WHEN THE CREDIT GRANTOR RECEIVES SERVICE OF PROCESS IN A CIVIL ACTION FOR AN ERROR OR VIOLATION INSTITUTED BY THE BORROWER IN A COURT OF COMPETENT JURISDICTION.

(2) Except for a bona fide error of computation, if a credit grantor violates any provision of this subtitle the credit grantor may collect only the principal amount of credit extended and may not collect any interest, costs, or other charges with respect to the credit extension.

(3) THE PENALTY PROVIDED UNDER PARAGRAPH (2) OF THIS SUBSECTION DOES NOT APPLY WHERE A CREDIT GRANTOR: