imposed on a consumer borrower in addition to interest or finance charges except for actual and verifiable fees incurred by the credit grantor and not retained by the credit grantor for the following:

(1) Attorney's fees for services rendered in connection with the preparation, closing, or disbursement of the loan;

(2) Any expense, tax, or charge paid to a governmental agency;

(3) Examination of title, appraisal, or other costs necessary or appropriate to the security of the loan; and

(4) Premiums for any insurance coverage permitted under this subtitle.

(c) If a plan is established for a consumer borrower, a fee or charge may not be charged or collected unless the agreement concerning the plan permits the fee to be charged.

(d) If a plan is established for a borrower other than a consumer borrower, the borrower and credit grantor may agree upon any terms concerning charges and fees.

(e) For purposes of this section, the additional charges listed in subsections (a), [and (b)] (B), AND (F) of this section are not interest or finance charges with respect to a plan.

(F) (1) SUBJECT TO THE PROVISIONS OF PARAGRAPHS (2) THROUGH (6) OF THIS SUBSECTION, A CREDIT GRANTOR OF AN OPEN END CREDIT PLAN THAT IS SECURED BY A DEPOSIT, SAVINGS, PASSBOOK, OR OTHER SIMILAR ACCOUNT OR CERTIFICATE OF DEPOSIT MAY IMPOSE:

(I) AN APPLICATION FEE NOT TO EXCEED $35; AND

(II) AN ANNUAL CHARGE NOT TO EXCEED $35 FOR THE PRIVILEGES MADE AVAILABLE TO THE CONSUMER BORROWER UNDER THE PLAN.

(2) IF AN APPLICATION TO THE PLAN IS APPROVED, THE CREDIT GRANTOR SHALL CREDIT THE APPLICATION FEE:

(I) TO THE INITIAL ANNUAL CHARGE; AND

(II) IF THERE IS NO ANNUAL CHARGE, TO THE INTEREST OR FINANCE CHARGES UNDER THE PLAN.

(3) IF AN APPLICATION TO THE PLAN IS REJECTED, THE CREDIT GRANTOR SHALL RETURN THE APPLICATION FEE TO THE APPLICANT.

<u>(4) WITHIN 45 DAYS AFTER THE RECEIPT OF THE APPLICATION, THE CREDIT GRANTOR SHALL:</u>

<u>(I) ACCEPT THE APPLICATION; OR</u>