

from the inception date of the insurance contract, or from the due date of such premium, disregarding any period of grace or credit allowed for payment thereof, to and including the date when the final installment of the premium finance agreement is payable, at not exceeding eight dollars (\$8.00) per one hundred (\$100.00) per annum; or if the service charge so computed is less than ten dollars (\$10.00) a minimum service charge of ten dollars (\$10.00), provided that when the balance is ~~not in excess of~~ LESS THAN one hundred twenty-five dollars (\$125.00) and is:

(1) to be repaid in five (5) monthly installments or less and the loan is less than seventy-five dollars (\$75.00), the maximum service charge shall be six dollars (\$6.00); the loan ~~more than~~ IS seventy-five dollars (\$75.00) OR MORE but less than one hundred dollars (\$100.00), the maximum service charge shall be seven dollars (\$7.00); the loan ~~more than~~ IS one hundred dollars (\$100.00) OR MORE but less than one hundred twenty-five dollars (\$125.00), the maximum service charge shall be eight dollars (\$8.00).

(2) to be repaid in six (6) or more monthly installments and the loan is less than seventy-five dollars (\$75.00), the maximum service charge shall be seven dollars (\$7.00); the loan ~~more than~~ IS seventy-five dollars (\$75.00) OR MORE but less than one hundred dollars (\$100.00), the maximum service charge shall be eight dollars (\$8.00); the loan ~~more than~~ IS one hundred dollars (\$100.00) OR MORE but less than one hundred twenty-five dollars (\$125.00) the maximum service charge shall be nine dollars (\$9.00).

(b) Except for the maximum and minimum service charges as provided in subsection (a), such service charge shall be computed on the balance payable in successive monthly installments substantially equal in amount for a period of one (1) year. On a premium finance agreement providing for installments extending for a period less than or greater than one (1) year, the service charge shall be computed proportionately.

(c) When a premium finance agreement provides for unequal or irregular installments, the service charge shall be computed at the effective rate provided for in subsection (a), having due regard for the schedule of installments.

(d) No premium finance company shall induce an insured to become obligated under more than one (1) premium finance agreement for the purpose of obtaining more than one (1) minimum service charge.

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A premium finance agreement may provide for the payment by the insured of a delinquency and collection charge on each installment in default for a period of not less than five (5) days in an amount of one dollar (\$1.00) to a maximum not to exceed five per cent (5%) of such installment or five dollars (\$5.00), whichever is less, provided that only one such delinquency and collection charge may be collected on any such installment regardless of the period during which it remains in default; and if the default results in the cancellation of any insurance contract listed in the agreement, the agreement may provide for the payment by the insured of a cancellation charge equal to the difference between any delinquency and collection charge imposed in respect to the installment in default and five dollars (\$5.00).