(iv) THE BORROWER IS REQUIRED TO REPAY THE LOAN IN PERIODIC INSTALLMENTS, WHICH MAY BE REGULAR, IRREGULAR, EQUAL OR UNEQUAL [[PERIODIC]] INSTALLMENTS.

(2) IF INTEREST ON A LOAN MADE UNDER THIS SUBSECTION IS PRECOMPUTED, AND IF THE EFFECTIVE RATE OF SIMPLE INTEREST REQUIRED TO BE DISCLOSED UNDER §12-106 OF THIS SUBTITLE IS EXCEEDED BY REASON OF A PREPAYMENT OF THE LOAN, THE LENDER SHALL REFUND THE EXCESS TO THE BORROWER OR CREDIT IT TO ANY UNPAID PRINCIPAL BALANCE OWED BY HIM.

(3) A LENDER WHO MAKES A LOAN UNDER THIS SUBSECTION IS SUBJECT TO THE LICENSING PROVISIONS OF ARTICLE 49, §5(B) OF THE CODE.

REVISOR'S NOTE: This subsection is new language derived from Art. 49, §5(a) and (c). Art. 49, §5(b) is retained in Art. 49 for future inclusion in the Business Regulation Article.

In the introductory language to paragraph (1) of this subsection, the term "effective rate of simple interest" is substituted for "simple interest"; in this regard, see the revisor's note to §12-102.

Paragraph (1)(i) of this subsection has been revised to conform generally to the language of subsection (a) of this section, as well as the provisions of that subsection which expressly requires that the written agreement for an 8 percent loan set forth the "stated rate of interest"; in this regard, see revisor's note to subsection (b) of this section.

In paragraph (1)(ii) of this subsection, the reference to a "first" mortgage or deed of trust is added to more clearly distinguish between loans made under this subsection and those made under the Secondary Mortgage Loan Law, the credit regulations of which are contained in Subtitle 4 of this title. This addition is in accord with 54 Op. Att'y Gen. 22 (1969), which held that the word "mortgage," as used in present Art. 49, §5(a), means a "first mortgage" and not any junior lien.

By amendment to paragraph (1)(iii) of this subsection, the term "savings accounts" is substituted for "bank deposits" to avoid the unintentional limitation of this paragraph to