SEX, OR MARITAL STATUS.

REVISOR'S NOTE: This section is new language derived without substantive change from Art. 11, §206, which is retained in that article since it is apparently applicable to any loans made under Art. 11, not just those made under its consumer loan subtitle.

Reference to a loan "under this subtitle" is deleted as unnecessary in light of the definition of "loan" in §12-301.

The only other changes are in style.

12-306. INTEREST ON LOAN.

(A) MAXIMUM INTEREST RATE PERMITTED.

A LENDER MAY CHARGE INTEREST ON A LOAN AT A RATE NOT EXCEEDING:

(1) 18 PERCENT SIMPLE INTEREST PER ANNUM ON THE UNPAID PRINCIPAL BALANCE OF THE LOAN; AND

(2) FOR EACH FULL MONTH, A MAXIMUM MONTHLY INTEREST RATE NOT EXCEEDING ONE-TWELFTH OF THE ANNUAL INTEREST RATE.

(B) COMPUTATION OF INTEREST.

(1) THE LENDER SHALL COMPUTE INTEREST ON THE ACTUAL UNPAID PRINCIPAL BALANCES OUTSTANDING FROM TIME TO TIME, AND HE MAY NOT CONTRACT FOR, CHARGE, OR RECEIVE INTEREST IN ADVANCE OR COMPOUNDED INTEREST.

(2) FOR THE PURPOSE OF COMPUTING INTEREST:

(i) A FULL MONTH IS THE PERIOD FROM A DATE IN A MONTH TO THE CORRESPONDING DATE OF THE NEXT MONTH OR, IF THERE IS NO CORRESPONDING DATE, THE LAST DAY OF THE NEXT MONTH; AND

(ii) WHEN INTEREST IS COMPUTED FOR A FRACTION OF A MONTH, A DAY IS CONSIDERED TO BE ONE-THIRTIETH OF A MONTH.

(C) PRINCIPAL AMOUNT OF LOAN MAY INCLUDE INTEREST ON PRIOR LOAN.

IF PART OR ALL OF THE CONSIDERATION FOR A LOAN IS THE UNPAID PRINCIPAL BALANCE OF A PRIOR LOAN, A LENDER MAY INCLUDE IN THE PRINCIPAL AMOUNT OF THE LOAN ANY UNPAID INTEREST WHICH HAS ACCRUED ON THE PRIOR LOAN.