

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1978.

Approved May 2, 1978.

CHAPTER 340

(House Bill 501)

AN ACT concerning

Judgments - ~~Interests~~ Interest

FOR the purpose of providing that in an action at law arising from a contract for the loan or payment of money in which a judgment is entered, the judgment shall be so entered as to carry interest at the rate charged in the contract on the unpaid principal of the money borrowed; relating generally to interest on judgments; and providing exceptions.

BY adding to

Article - Courts and Judicial Proceedings
Section 11-106
Annotated Code of Maryland
(1974 Volume and 1977 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That section(s) of the Annotated Code of Maryland be repealed, amended, or enacted to read as follows:

Article - Courts and Judicial Proceedings

11-106.

A MONEY JUDGMENT ENTERED IN AN ACTION ARISING FROM A CONTRACT FOR THE LOAN OF MONEY SHALL CARRY INTEREST AT THE RATE CHARGED IN THE CONTRACT ON ANY BALANCE REMAINING UNPAID UNTIL ~~SIX MONTHS AFTER~~ THE DATE OF MATURITY OF THE CONTRACT AS ORIGINALLY SCHEDULED. HOWEVER, THE RATE OF INTEREST SHALL BE ON THE UNPAID PRINCIPAL OF THE MONEY BORROWED. THE PROVISIONS OF THIS SECTION DO NOT APPLY TO ANY LOAN SECURED BY A MORTGAGE OR DEED OF TRUST.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1978.

Approved May 2, 1978.
