

Article - Commercial Law
Section 12-306(a)
Annotated Code of Maryland
(1975 Volume and 1979 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 BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That section(s) of the Annotated Code of Maryland be repealed, amended, or enacted to read as follows: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 - Commercial Law

12-306.

(a) (1) Except as provided in subsections (b) and (c) of this section, a lender may charge interest on a loan at a rate not [exceeding] MORE THAN the rates specified in this subsection.

(2) For any loan with an original principal balance of [~~\$1,200~~] ~~\$2,500~~ 2,000 or less, the maximum interest rate is:

(i) 2.75 percent interest per month on that part of the unpaid principal balance not [exceeding \$300] MORE THAN ~~\$700~~ 500;

(ii) 2 percent interest per month on that part of the unpaid principal balance [exceeding \$300] THAT IS MORE THAN ~~\$700~~ 500 but not [exceeding \$500] MORE THAN ~~\$1,200~~ 700; and

(iii) ~~1.25~~ 1.75 percent interest per month on that part of the unpaid principal balance [exceeding \$500] THAT IS MORE THAN ~~\$1,200~~ 700.

(3) For any loan with an original principal balance of more than [~~\$1,200~~] ~~\$2,500~~ 2,000 and not more than \$3,500, the maximum interest rate is 1.75 percent interest per month on the unpaid principal balance of the loan.

(4) For any loan with an original principal balance of more than \$3,500 and not more than \$5,000, the maximum interest rate is 1.5 percent interest per month on the unpaid principal balance of the loan.

(5) For any loan with an original principal balance of more than \$5,000, the maximum interest rate is 1.35 percent interest per month on the unpaid principal balance of the loan.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1980.

Approved May 27, 1980.
