

~~Section-12-103(a)
Annotated-Code-of-Maryland
(1975-Volume-and-1980-Supplement)~~

~~BY-repealing-and-reenacting, without-amendments,~~

~~Article---Commercial-Law
Section-12-404(b)
Annotated-Code-of-Maryland
(1975-Volume-and-1980-Supplement)~~

Article - Real Property
Section 10-103(b)
Annotated Code of Maryland
(1974 Volume and 1980 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 BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That section(s) of the Annotated Code of Maryland be repealed, amended, or enacted to read as follows: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~~

~~12-103.~~

~~(a)-(1)--Except--as--provided--in--subsections--(b),--(c),
(d),--and--(e)--of--this--section,--{(1)}--a--lender--may--charge
interest--at--an--effective--rate--of--simple--interest--not--in
excess--of--8--percent--per--year--on--the--unpaid--principal--balance
of--a--loan--if--there--is--a--written--agreement--signed--by--the
borrower--which--sets--forth--the--stated--rate--of--interest
charged--by--the--lender.~~

~~(2)--If--a--loan--made--under--paragraph--(1)--of--this
subsection--is--secured--by--the--pledge--of--collateral--which--is--a
certificate--of--deposit--held--by--the--borrower,--the--lender--may
charge--interest--at--a--rate--not--to--exceed--2--percent--in--excess
of--the--rate--of--interest--payable--on--the--certificate--of
deposit.~~

~~(3)--If--a--loan--made--under--paragraph--(1)--of--this
subsection--is--secured--by--the--pledge--of--collateral--which--is
other--than--a--savings--account--or--if--such--loan--is--unsecured,
the--lender--may--charge--a--rate--of--interest--not--in--excess--of--18
percent.~~

~~(4)--IF--A--LOAN--MADE--UNDER--PARAGRAPH--(1)--OF--THIS
SUBSECTION--IS--MADE--ON--A--LAND--INSTALLMENT--CONTRACT--WHICH--IS
SUBJECT--TO--THE--PROVISIONS--OF--TITLE--10--OF--THE--REAL--PROPERTY
ARTICLE,--THE--LENDER--MAY--CHARGE--A--RATE--OF--INTEREST--AS
PERMITTED--IN--SECTION--12-404(B)--OF--THIS--ARTICLE.~~

~~12-404.~~

~~(b)--A--lender--may--charge--interest--at--any--effective--rate
of--simple--interest--not--to--exceed--16--percent--per--annum--on--the
principal--balance--of--a--loan.~~