

12-909.

(A) (1) A BANK CREDIT GRANTOR MAY NOT REQUIRE A CONSUMER BORROWER TO BE INSURED FOR A REVOLVING CREDIT PLAN UNDER A LIFE, HEALTH, ACCIDENT, HEALTH AND ACCIDENT, OR OTHER CREDIT OR INSURANCE POLICY, WHETHER GROUP OR INDIVIDUAL, BUT THE BANK CREDIT GRANTOR MAY OFFER INSURANCE COVERAGE FOR VOLUNTARY PURCHASE BY ANY CONSUMER BORROWER AND MAY FINANCE THE PREMIUMS FOR THE INSURANCE.

(2) IF A CONSUMER BORROWER'S OUTSTANDING UNPAID INDEBTEDNESS UNDER THE PLAN IS SECURED BY AN INTEREST IN REAL OR PERSONAL PROPERTY, A BANK CREDIT GRANTOR MAY REQUIRE THE BORROWER TO OBTAIN INSURANCE, FROM AN INSURER ACCEPTABLE TO THE BANK CREDIT GRANTOR, AGAINST LOSS OF OR DAMAGE TO THE PROPERTY, OR AGAINST ANY LIABILITY ARISING OUT OF THE OWNERSHIP OR USE OF THE PROPERTY AND MAY FINANCE THE PREMIUMS FOR THE INSURANCE.

(B) (1) IN THE CASE OF A BORROWER OTHER THAN A CONSUMER BORROWER, A BANK CREDIT GRANTOR MAY REQUIRE THE BORROWER TO OBTAIN INSURANCE, FROM AN INSURER ACCEPTABLE TO THE BANK CREDIT GRANTOR, UNDER A LIFE, HEALTH, ACCIDENT, HEALTH AND ACCIDENT, OR OTHER CREDIT OR OTHER PERMISSIBLE INSURANCE POLICY, WHETHER GROUP OR INDIVIDUAL.

(2) IF THE BORROWER'S OUTSTANDING UNPAID INDEBTEDNESS UNDER THE PLAN IS SECURED BY AN INTEREST IN REAL OR PERSONAL PROPERTY, THE BANK CREDIT GRANTOR MAY REQUIRE THE BORROWER TO OBTAIN INSURANCE, FROM AN INSURER ACCEPTABLE TO THE BANK CREDIT GRANTOR, AGAINST LOSS OF OR DAMAGE TO THE PROPERTY, OR AGAINST ANY LIABILITY ARISING OUT OF THE OWNERSHIP OR USE OF THE PROPERTY AND MAY FINANCE THE PREMIUMS FOR THE INSURANCE.

12-909.

(A) IN CONNECTION WITH A PLAN ESTABLISHED FOR A CONSUMER BORROWER:

(1) THE PURCHASE OF CREDIT LIFE, CREDIT ACCIDENT AND HEALTH, CREDIT DISABILITY, INVOLUNTARY UNEMPLOYMENT BENEFIT, AND SIMILAR COVERAGES IS OPTIONAL WITH THE CONSUMER BORROWER; AND

(2) THE PURCHASE OF PROPERTY INSURANCE, TITLE INSURANCE, AND CREDIT LOSS INSURANCE FROM AN INSURER OF THE BORROWER'S CHOICE MAY BE REQUIRED IF THE LOAN IS SECURED.

(B) THE PROVISIONS OF THIS SECTION DO NOT ALTER OR MODIFY RIGHTS, PRIVILEGES, OR RESTRICTIONS HERETOFORE EXISTING BETWEEN THE CREDIT GRANTOR AND A BORROWER OTHER THAN A CONSUMER BORROWER.

(C) PREMIUMS FOR ANY INSURANCE COVERAGE PERMITTED BY THIS SECTION ARE NOT INTEREST OR FINANCE CHARGES UNDER THE PLAN.