

(II) THE TOTAL OF THESE LOANS AND INVESTMENTS MAY NOT EXCEED 20 PERCENT OF THE ASSETS OF THE ASSOCIATION.

(2) LOANS TO DEALERS IN CONSUMER GOODS TO FINANCE INVENTORY AND FLOOR PLANNING SHALL BE TREATED AS COMMERCIAL LOANS.

(C) COMMERCIAL LOANS.

AN ASSOCIATION MAY INVEST IN, SELL, PURCHASE, PARTICIPATE IN, OR OTHERWISE DEAL IN LOANS FOR COMMERCIAL, CORPORATE, BUSINESS, OR AGRICULTURAL PURPOSES, BUT ONLY IF AT ANY ONE TIME THE TOTAL INVESTMENT MADE UNDER THIS SECTION DOES NOT EXCEED 10 PERCENT OF THE ASSOCIATION'S ASSETS.

(D) RIGHT TO PARTICIPATE IN MORTGAGES.

(1) AN ASSOCIATION MAY PARTICIPATE IN MORTGAGES AND PARTICIPATE WITH OTHER LENDERS IN ORIGINATING AND MAKING ANY TYPE OF MORTGAGE LOAN THAT THE ASSOCIATION IS AUTHORIZED TO MAKE UNDER THE PROVISIONS OF § 9-419 OF THIS SUBTITLE.

(2) THE AMOUNT THAT AN ASSOCIATION MAY HAVE INVESTED IN PARTICIPATION---LOANS PRIVATELY PLACED MORTGAGE BACKED SECURITIES CANNOT EXCEED 10 PERCENT OF THE ASSOCIATION'S ASSETS.

(E) ACQUISITION, DEVELOPMENT AND CONSTRUCTION LOANS.

(1) EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS SUBSECTION, A LOAN MADE FOR THE PURPOSE OF ACQUIRING REAL ESTATE, FINANCING THE DEVELOPMENT OF REAL ESTATE, THE CONSTRUCTION OF STRUCTURES ON REAL ESTATE, OR THE REHABILITATION OF REAL ESTATE IS SUBJECT TO THE PROVISIONS OF THIS SECTION AND REGULATIONS ADOPTED BY THE DIVISION DIRECTOR.

(2) THIS SUBSECTION DOES NOT APPLY TO A LOAN MADE FOR THE PURCHASE OF REAL ESTATE THAT HAS A OR WILL HAVE NOT MORE THAN ONE DWELLING DESIGNED PRINCIPALLY AS A RESIDENCE WITH ACCOMMODATIONS FOR NOT MORE THAN 4 FAMILIES.

(3) THE LOANS MAY NOT EXCEED THE LOAN-TO-VALUE RATIOS PROVIDED BY REGULATION.

(4) (I) THE DIVISION DIRECTOR SHALL ADOPT REGULATIONS ESTABLISHING TERMS FOR THE REPAYMENT OF LOANS AUTHORIZED BY THIS SUBSECTION.

(II) THE REGULATIONS ADOPTED BY THE DIVISION DIRECTOR MAY NOT BE LESS RESTRICTIVE THAN THOSE APPLICABLE TO FEDERALLY CHARTERED SAVINGS AND LOAN ASSOCIATIONS.

(III) UNLESS OTHERWISE PROVIDED BY REGULATIONS ADOPTED BY THE DIVISION DIRECTOR, THE LOANS SHALL BE REPAYABLE WITHIN A TERM THAT IS APPLICABLE TO FEDERALLY CHARTERED SAVINGS AND LOAN ASSOCIATIONS.