

(4) A PROVISION THAT THE BINDER MAY NOT BE CANCELED WITHIN THE TERM OF THE BINDER UNLESS THE CREDIT GRANTOR AND THE INSURED CONSUMER BORROWER RECEIVE WRITTEN NOTICE OF THE CANCELLATION AT LEAST 10 DAYS PRIOR TO THE CANCELLATION; AND

(5) EXCEPT IN THE CASE OF THE RENEWAL OF A POLICY SUBSEQUENT TO THE CLOSING OF THE LOAN, A PAID RECEIPT FOR THE FULL AMOUNT OF THE APPLICABLE PREMIUM; AND

(6) THE AMOUNT OF COVERAGE.

(D) THIS SECTION DOES NOT PROHIBIT A CREDIT GRANTOR FROM REFUSING TO HONOR A BINDER IN CASES WHERE:

(1) THE CREDIT GRANTOR RECEIVES NOTICE OF THE CANCELLATION OF THE BINDER BY THE INSURER; OR

(2) AT THE EXPIRATION OF 45 30 DAYS OF THE DATE THE BINDER WAS GIVEN, THE INSURER HAS FAILED TO ISSUE THE POLICY OF INSURANCE.

12-1007.

(a) In connection with a loan to a consumer borrower:

(1) The purchase of credit life, credit accident and health, credit disability, involuntary unemployment benefit, and similar insurance coverages is optional with the consumer borrower; and

(2) [The] SUBJECT TO § 12-1007.1 OF THIS SUBTITLE, 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 with respect to a loan.

(d) The offer and placement of insurance under this section shall be subject to the provisions of the Maryland Insurance Code.

12-1007.1.

(A) IN THIS SECTION, "BINDER" MEANS A BINDER OR OTHER TEMPORARY CONTRACT OF INSURANCE AS PROVIDED UNDER ARTICLE 48A, § 379 OF THE CODE.