

Annotated Code of Maryland
(1990 Replacement Volume and 1993 Supplement)

BY repealing and reenacting, with amendments,
Article - Financial Institutions
Section ~~6-507~~ 6-501, 6-506, ~~6-507~~, and 6-510
Annotated Code of Maryland
(1992 Replacement Volume and 1993 Supplement)

~~BY adding to~~
~~Article - Financial Institutions~~
~~Section 6-512~~
~~Annotated Code of Maryland~~
~~(1992 Replacement Volume and 1993 Supplement)~~

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

Article - Commercial Law

12-115.

(a) With respect to any loan made at a rate of interest pursuant to Sections 12-103 (a) and (c) or 12-306 of the Commercial Law Article [or Section 6-507 of the Financial Institutions Article]:

(1) A lender may repossess goods securing a loan under an agreement if the borrower is in default in:

- (i) The payment of any sum due under the agreement;
- (ii) The performance of any other condition which the agreement lawfully requires him to perform in order to obtain unencumbered title to the goods; or
- (iii) The performance of any promise the breach of which is expressly made a ground for repossessing the goods.

(2) The lender may repossess goods only by:

- (i) Legal process; or
- (ii) Self-help, without use of force.

(b) Nothing in this section authorizes a violation of criminal law.

(c) (1) At least 10 days before he repossesses any goods, a lender may serve a written notice on the borrower of his intention to repossess the goods.

(2) The notice shall:

(i) State the default and any period at the end of which the goods will be repossessed; and