

(2) The proceeds of a sale to which this subsection applies shall be applied, in the following order, to:

- (i) The actual and reasonable cost of the sale;
 - (ii) The actual and reasonable cost of retaking and storing the goods;
- and
- (iii) The unpaid balance owing under the agreement at the time the goods are repossessed.

(3) The lender shall furnish to the buyer a written statement which shows the distribution of the proceeds.

(4) If the provisions of this section, including the requirement of furnishing a notice following repossession, are not followed, the lender shall not be entitled to any deficiency judgment to which he would be entitled under the loan agreement.

(1) If there is no resale of repossessed goods, all obligations of the borrower under the agreement shall be discharged, and the holder may retain the goods as his own property without obligation to account to the buyer.

12-116.

Any loan made before July 1, 1982, which is refinanced at a higher rate pursuant to Sections 12-103(a) and (c), 12-306, or 12-404 of the Commercial Law Article [or Section 6-507 of the Financial Institutions Article] must comply with the following requirements:

(1) The lender must give the following disclosures in writing to the borrower prior to the execution by the borrower of the new loan agreement:

If you do agree to consolidate your existing loan, you will be paying an annual percentage rate of % on the existing net balance of \$, instead of the rate of % which you are now paying.

Schedule of Monthly Payments

Separate loan agreements	Consolidated loan agreement
\$ per month for	\$ per month for
the next months	the next months
then	
\$ per month for	
. . . . months after that	

Total of Payments

Separate loan agreements	Consolidated loan agreement
\$ total of payments	\$ total of payments
for your existing loan	for your consolidated
. . . . for your new loan	loan
total of payments	