

percent per annum on the balances outstanding from time to time of the extended principal, from the date of the renewal, extension, or refund to the date set for the final payment.

(b) The extended principal may not exceed the aggregate amount of the unpaid portion of the time balance under the agreement, any delinquency charges lawfully payable, and any amount of cash actually refunded to the buyer, less a credit for prepayment computed as if the unpaid portion of the time balance had been paid in full at the time of the renewal, extension, or refund.

(c) NOTWITHSTANDING THE PROVISIONS OF SUBSECTION (A) OF THIS SECTION, A SALES FINANCE COMPANY MAY CHARGE AN ANNUAL EFFECTIVE RATE OF SIMPLE INTEREST OF 24 PERCENT ON RENEWALS OR EXTENSIONS ON CONTRACTS MADE ON OR AFTER JULY 1, 1982, AND BEFORE JULY 1, 1985, ON THE BALANCES OUTSTANDING FROM TIME TO TIME.

(d) NO SALES FINANCE COMPANY MAY CHARGE THE RATES PERMITTED BY SUBSECTION (C) OF THIS SECTION UNLESS THE SALES FINANCE COMPANY COMPLIES WITH THE LIMITATIONS OF SECTIONS 12-610.1 AND 12-610.2 OF THIS SUBTITLE AND PROVIDED THAT SUCH A RENEWAL OR EXTENSION AGREEMENT MAY NOT PROVIDE FOR A BALLOON PAYMENT.

Article - Financial Institutions

6-507.

(A) Except as otherwise expressly provided in this title, a credit union may not charge interest on any loan to a member at a rate of more than 1.5 percent a month on the unpaid balance.

(B) NOTWITHSTANDING THE PROVISIONS OF SUBSECTION (A) OF THIS SECTION, A CREDIT UNION MAY CHARGE INTEREST ON A LOAN TO A MEMBER MADE ON OR AFTER JULY 1, 1982, AND BEFORE JULY 1, 1985, AT 2 PERCENT A MONTH ON THE UNPAID BALANCE PROVIDED, WITH RESPECT TO SUCH LOAN, THAT:

(1) IF THE LOAN IS A RENEWAL OR REFINANCING OF A LOAN MADE PRIOR TO JULY 1, 1982, THE LENDER COMPLIES WITH SECTION 12-116 OF THE COMMERCIAL LAW ARTICLE;

(2) IF THE LOAN INCLUDES A PROVISION FOR A RATE OF INTEREST WHICH MAY BE ADJUSTED BY THE LENDER DURING THE TERM OF THE LOAN, THE LENDER COMPLIES WITH SECTION 12-118 OF THE COMMERCIAL LAW ARTICLE;

(3) UPON THE BORROWER'S DEFAULT, IF THE LOAN IS SECURED BY PERSONAL PROPERTY, THE LENDER COMPLIES WITH SECTION 12-115 OF THE COMMERCIAL LAW ARTICLE CONCERNING REPOSSESSION AND REDEMPTION OF THE GOODS SECURING THE LOAN;