

1. THE LENDER IS A BANKING INSTITUTION, A NATIONAL BANKING ASSOCIATION, A FEDERAL SAVINGS BANK, A FEDERAL OR STATE SAVINGS AND LOAN ASSOCIATION, OR A FEDERAL OR STATE CREDIT UNION; OR

2. THE LOAN IS SUBJECT TO THE PROVISIONS OF § 501(A)(1) OF THE DEPOSITORY INSTITUTIONS DEREGULATION AND MONETARY CONTROL ACT OF 1980, PUBLIC LAW 96-221, 94 STAT. 161.

(2) FOR PURPOSES OF SUBSECTION (B) OF THIS SECTION, "REFINANCING" MEANS INCREASING OR ALTERING THE BALANCE DUE, THE TERM, OR THE INTEREST RATE OF AN EXISTING LOAN OR PAYING OFF AN EXISTING LOAN WHETHER OR NOT THE LENDER ALSO MADE THE EXISTING LOAN.

(3) (I) IF THE LOAN IS A REFINANCING, THE LENDER IS LIMITED AS TO THE INTEREST, FEES AND OTHER CHARGES MADE IN CONNECTION WITH THE REFINANCED LOAN TO THOSE PROVIDED IN SUBTITLE 4 OF THIS TITLE.

(II) THE PROVISIONS OF ITEM (I) OF THIS PARAGRAPH DO NOT APPLY TO ~~A PURCHASE MONEY LOAN OR TO A LENDER REFINANCING AN EXISTING LOAN IF THE LENDER IS A BANKING INSTITUTION, A NATIONAL BANKING ASSOCIATION, A FEDERAL SAVINGS BANK, A FEDERAL OR STATE SAVINGS AND LOAN ASSOCIATION, A FEDERAL OR STATE CREDIT UNION, OR A CREDIT GRANTOR REFINANCING THE LOAN PURSUANT TO SUBTITLES 9 OR 10 OF THIS TITLE:~~

1. A PURCHASE MONEY LOAN;

2. A LENDER REFINANCING AN EXISTING LOAN IF THE LENDER IS A BANKING INSTITUTION, A NATIONAL BANKING ASSOCIATION, A FEDERAL SAVINGS BANK, A FEDERAL OR STATE SAVINGS AND LOAN ASSOCIATION, A FEDERAL OR STATE CREDIT UNION, OR A CREDIT GRANTOR REFINANCING THE LOAN PURSUANT TO SUBTITLES 9 OR 10 OF THIS TITLE; OR

3. A LOAN THAT IS SUBJECT TO THE PROVISIONS OF § 501(A)(1) OF THE DEPOSITORY INSTITUTIONS DEREGULATION AND MONETARY CONTROL ACT OF 1980, PUBLIC LAW 96-221, 94 STAT. 161.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June 1, 1986.

Approved May 13, 1986.

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