

Cost not to be
compounded
or deducted

Prepayment

intervals of not more than one month each, and on default in the payment of any instalment, interest shall accrue thereon from the date of default at the rate fixed by the contract as the cost of the loan; the cost of the loan or any part thereof or any interest accruing after default shall not be compounded or deducted or received in advance; the borrower may repay the loan or any part thereof before maturity on the date on which any instalment thereof falls due, without notice, bonus or penalty, but the borrower shall, when making such repayment, pay the portion of the cost of the loan accrued and unpaid up to the date of such repayment." 5 10