

## Chapter 6

# Disclosure at the offer stage



## 6.1 Application

### Who?

6.1.1 **R** Subject to **MCOB 6.1.2A R**, this chapter applies to a *firm* in a category listed in column (1) of the table in **MCOB 6.1.2 R** in accordance with column (2) of that table.

6.1.2 **R** This table belongs to **MCOB 6.1.1 R**

(1) Category of firm	(2) Applicable section
<i>mortgage lender</i>	<b>whole chapter</b> except <b>MCOB 6.8</b>
<i>home purchase provider</i>	MCOB 6.1 (except <b>MCOB 6.1.6 G</b> ), <b>MCOB 6.2</b> and <b>MCOB 6.8</b>
<i>reversion provider</i>	see <b>MCOB 9.5</b> for the application of this chapter
<i>SRB agreement provider</i>	MCOB 6.1.1 R to <b>MCOB 6.1.3 R</b> , <b>MCOB 6.1.5 R</b> , <b>MCOB 6.2</b> , <b>MCOB 6.3</b> and <b>MCOB 6.9</b>

6.1.2A **R** This chapter does not apply to a *firm* that is an *MCD mortgage lender*.

### What?

6.1.3 **R** This chapter applies with respect to an offer made by a *firm* to a *customer* with a view to the *firm*:

- (1) *entering into a home finance transaction*;
- (2) varying the terms of a *home finance transaction* entered into by the *customer* in any of the following ways:
  - (a) adding or removing a party;
  - (b) making a further advance; or
  - (c) switching all or part of the *regulated mortgage contract* from one interest rate to another;

(whether or not the *customer* agrees to enter into the *home finance transaction* or variation).

6.1.4 **R** In relation to a *lifetime mortgage*, this chapter, **MCOB 6**, is modified by **MCOB 9** (Equity release: product disclosure).

**6.1.5** **R** In **■ MCOB 6**, a reference to an offer to enter into a *home finance transaction* is to be read as including a reference to an offer to vary an existing *home finance transaction* in a manner specified in this section if the context so requires.

**6.1.6** **G** *Firms* may diverge from the requirements in **■ MCOB 5.6** (Content of *illustrations*) where necessary to reflect the fact that they are providing an illustration for a variation as part of an *offer document*.