

## Chapter 6A

# MCD disclosure at the offer stage

6A



## 6A.1 Application and purpose

- 6A.1.1** **R** This chapter applies to a *firm* that is an *MCD mortgage lender*.
- 6A.1.2** **R** This chapter applies to an offer made by a *firm* to a *consumer* with a view to the *firm*:
- (1) entering into an MCD mortgage contract;
  - (2) varying the terms of an MCD mortgage contract entered into by the *consumer* 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 *MCD regulated mortgage contract* from one interest rate to another;(whether or not the *consumer* agrees to enter into the *MCD regulated mortgage contract* or variation).
  - (3) In **MCOB 6A**, a reference to varying an *MCD regulated mortgage contract* is to be read as including a reference to an offer to vary an existing MCD regulated mortgage in a manner specified in this section.
- 6A.1.3** **G** **MCOB 6A** amplifies *Principle 6* and *Principle 7*. The purpose of **MCOB 6A** is to ensure that a *customer* receives a clear *offer document* to enable them to check the features and price of the *MCD regulated mortgage contract* before they enter into it.