

Chapter 7A

Additional MCD disclosure:
start of contract and after
sale

7A



7A.5 Notification of changes resulting from auctions on the capital market

7A.5.1 R

In relation to an *MCD regulated mortgage contract*, where there is an auction on the capital markets which will, or might reasonably be expected to, result in an interest-rate change, the *firm* must give the *consumer*, in good time before the auction, notice in a *durable medium* of:

- (1) the upcoming procedure for the auction; and
- (2) an indication of how the interest rates could be affected.

[Note: article 27(4) of the *MCD*]