

Chapter 6

Relevant persons and successors in default



6.1 Application and Purpose

Application

6.1.1 R This chapter applies to the FSCS.

6.1.2 G It is also relevant to claimants.

Purpose

6.1.3 G The purpose of this chapter is to specify the types of *person* against whom a claimant must have a *claim* in order to be eligible for compensation, and when those *persons* are '*in default*'. Generally, this occurs when they are insolvent or unable to meet their liabilities to claimants.

6.1.4 G To be eligible for compensation a claimant's claim must be against a *relevant person* (or, where applicable, a *successor*) *in default*: see ■ COMP 3.2.1 R (2).