

## 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 6.1.1R

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

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*.