

Chapter 7B

MCD: further advances

7B

		<div>7B.1</div> <div>Information to be provided for further advances</div>
7B.1.1	R	This chapter applies to a <i>firm</i> that is an <i>MCD mortgage lender</i> or an <i>MCD mortgage credit intermediary</i> .
7B.1.2	R	Before a <i>consumer</i> submits an application to a <i>firm</i> for a further advance on an existing or new <i>MCD regulated mortgage contract</i> or for a further advance that is a new <i>MCD regulated mortgage contract</i> , if the further advance requires the approval of the <i>MCD mortgage lender</i> , the <i>firm</i> must provide the <i>consumer</i> with an <i>ESIS</i> that complies with ■ MCOB 5A (MCD pre-application disclosure) and ■ MCOB 7B.1.4 R for the further advance, unless an <i>ESIS</i> has already been provided.
7B.1.3	G	If a number of different <i>firms</i> are involved in relation to the transaction in ■ MCOB 7B.1.2 R, having regard to ■ MCOB 2.5.4 R (2), those <i>firms</i> should take reasonable steps to establish which one of them is responsible for providing the <i>consumer</i> with the <i>ESIS</i> required by ■ MCOB 7B.1.2 R.
7B.1.4	R	The <i>ESIS</i> provided under ■ MCOB 7B.1.2 R must be based on the amount of the further advance only.
7B.1.5	G	To comply with ■ MCOB 7B.1.4 R, a <i>firm</i> should calculate the <i>APRC</i> on the basis of the further advance amount only.