

## Chapter 9

# Equity release: product disclosure

## 9.1 Application

### Who?

**9.1.1** **R** This chapter applies to a *firm* in a category listed in column (1) of the table in **■ MCOB 9.1.2 R** in accordance with column (2) of that table, except that those provisions that by their nature are only relevant to *regulated mortgage contracts* do not apply to *home reversion plans*.

**9.1.2** **R** This table belongs to **■ MCOB 9.1.1 R**

(1) Category of firm	(2) Applicable section
<i>mortgage lender</i>	MCOB 9.1 - MCOB 9.4.132 R, MCOB 9.5 - MCOB 9.8
<i>mortgage administrator</i>	MCOB 9.1, MCOB 9.2, MCOB 9.6 and MCOB 9.8
<i>mortgage adviser; mortgage arranger</i>	MCOB 9.1 - MCOB 9.4.132 R and MCOB 9.8.5 R - MCOB 9.8.10 R
<i>reversion provider</i>	MCOB 9.1 - MCOB 9.4.17A R, MCOB 9.4.133 R - MCOB 9.6; MCOB 9.9
<i>reversion administrator</i>	MCOB 9.1, MCOB 9.6 and MCOB 9.9
<i>reversion adviser; reversion arranger</i>	MCOB 9.1 - MCOB 9.4.17A R, MCOB 9.4.133 R - MCOB 9.4.176 G; MCOB 9.9.8 R

**9.1.2A** **G** The *rules* and *guidance* that are not relevant to *home reversion plans* are those related, for example, to interest rates, *APR*, *higher lending charge*, *mortgage credit cards*, multi-part mortgages and foreign currency mortgages.

### What?

**9.1.3** **R** This chapter applies in the circumstances set out in other *rules* in this sourcebook, but in relation to an *equity release transaction*, in accordance with the table in **■ MCOB 9.1.4 R**.

**9.1.4** **R** This table belongs to **■ MCOB 9.1.3 R**

Section of MCOB 9	Applies in relation to an <i>equity release transaction</i> as set out in the following rules:
MCOB 9.1, MCOB 9.2	all of the <i>rules</i> below in this column

Section of MCOB 9	Applies in relation to an <i>equity release transaction</i> as set out in the following rules:
MCOB 9.3, MCOB 9.4	MCOB 5.1.3 R
MCOB 9.5	MCOB 6.1.3 R
MCOB 9.6	MCOB 7.1.3 R

**9.1.5** **R** In this chapter, references to an *equity release transaction* include, where the context requires, references to arrangements which are capable of becoming an *equity release transaction*.

**9.1.6** **R** This chapter does not apply in relation to *arranging, advising on or administering a home reversion plan* for a customer acting in his capacity as an *unauthorised reversion provider*.

**MCD application**

**9.1.7** **G**

- (1) This chapter does not apply to an *MCD lifetime mortgage*, except as set out in (2) to (3), below.
- (2) ■ MCOB 9.4.33 R, ■ MCOB 9.4.35 R, ■ MCOB 9.4.62 R and ■ MCOB 9.4.63 R apply to the extent specified by ■ MCOB 5A.6.2 R.
- (3) ■ MCOB 9.6 to ■ MCOB 9.8 apply, except for *rules* that modify or replace MCOB 7.6.7R to MCOB 7.6.17R (because those *rules* do not apply to an *MCD mortgage lender* or an *MCD mortgage credit intermediary*, ■ MCOB 7B applies instead: see MCOB 7.1.2AR and MCOB 7.1.2BG).