

Mortgage Credit Directive

The Authorisation Process





What Type of Firm Are You

Key:

IP – Interim Permission

AP – Application Period VoP – Variation of Permission

2C – Second Charge Mortgage

RMC – Regulated Mortgage Contracts

Firm Type 1

A firm doing 2C business and holds required mortgage permissions*.

Firm Type 2

A firm doing 2C business and other credit activities and does not hold required mortgage permissions*.

Firm Type 3

A firm whose only credit activity is 2C business and does not hold required mortgage permissions*.

Firm Type 1A

Firm does 2C business and no other credit activities.

Firm Type 1B

Firm does 2C business and other credit activities

*Permissions relevant to RMCs

(refer to PERG 4.3.1)

- Arranging on RMCs
- Making Arrangements
 - Advising On RMCs
- Entering into RMCs
- Administering RMCs



Firm Type 1A

This means you don't have to make a credit application for 2C business.

Moving Application Period is subject to agreement by the FCA. A firm doing 2C business and no other credit activities and holds required mortgage permissions.

*Email to apply to move Application Period to March 2016.

No other action required.

Key:

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This means you keep your IP for 2C business until MCD comes into force on 21 March 2016

*application.period@fca.org.uk





Firm Type 1B

Firm does 2C business and other credit activities and holds required mortgage permissions

Make your application within your Application Period.

May mean firm applies for 2C permissions which are only applicable until MCD comes into force on 21 March 2016.

If not using credit permissions post MCD, firms should VoP to remove any un-needed permissions. *Email to apply to move your application period to a later date to ensure your application is determined after the

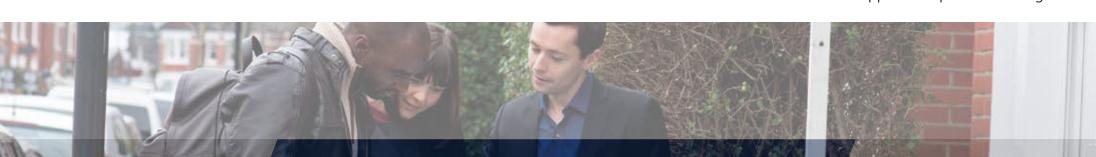
Key:

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ensure your application is determined after the MCD comes into force on 21 March 2016.





Firm Type 2

A firm doing 2C business and other credit activities

and does not hold required mortgage permissions.

Does the firm have an Application Period that ends

before May 2015?

Firm should apply by September 2015 to allow time for applications to be determined.

Yes **←**

Has application been determined (is firm now authorised).

Yes

Firm needs to apply for a VoP to add required mortgage permissions once applications open at end of April 2015. No

Complete the supplementary application form and add to existing application.

or

Allow existing application to be determined and apply for a VoP to add required mortgage permissions at a later date.

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→ No

Firm can keep existing Application Period or can apply earlier as adding required mortgage permissions (from end of April).

> Remember to contact the AP team if applying outside allocated AP.



Firm Type 3

Firm should apply by September 2015 to allow time for applications to be determined.

Moving Application Period is subject to agreement by the FCA A firm whose only credit activity is 2C business and does not hold required mortgage permissions.

Firm to apply for required mortgage permissions using the Home Finance Providers form (lenders/administrators) or Home Finance (brokers) form and not the Consumer Credit form (from end of April).

And

Apply to move AP to March 2016.

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This means you keep your IP for 2C business until MCD comes into force on 21 March 2016.

