



# Consumer Credit Act 1974

## 1974 CHAPTER 39

### PART V

#### ENTRY INTO CREDIT OR HIRE AGREEMENTS

##### *Cancellation of certain agreements within cooling-off period*

#### **71 Cancellation: repayment of credit**

- (1) Notwithstanding the cancellation of a regulated consumer credit agreement, other than a debtor-creditor-supplier agreement for restricted-use credit, the agreement shall continue in force so far as it relates to repayment of credit and payment of interest.
- (2) If, following the cancellation of a regulated consumer credit agreement, the debtor repays the whole or a portion of the credit—
  - (a) before the expiry of one month following service of the notice of cancellation, or
  - (b) in the case of a credit repayable by instalments, before the date on which the first instalment is due,no interest shall be payable on the amount repaid.
- (3) If the whole of a credit repayable by instalments is not repaid on or before the date specified in subsection (2)(b), the debtor shall not be liable to repay any of the credit except on receipt of a request in writing in the prescribed form, signed by or on behalf of the creditor, stating the amounts of the remaining instalments (recalculated by the creditor as nearly as may be in accordance with the agreement and without extending the repayment period), but excluding any sum other than principal and interest.
- (4) Repayment of a credit, or payment of interest, under a cancelled agreement shall be treated as duly made if it is made to any person on whom, under section 69, a notice of cancellation could have been served, other than a person referred to in section 69(6)(b).