



Consumer Credit Act 2006

2006 CHAPTER 14

Agreements regulated under the 1974 Act etc.

4 Exemption relating to businesses

Before section 17 of the 1974 Act insert—

“16B Exemption relating to businesses

- (1) This Act does not regulate—
 - (a) a consumer credit agreement by which the creditor provides the debtor with credit exceeding £25,000, or
 - (b) a consumer hire agreement that requires the hirer to make payments exceeding £25,000,if the agreement is entered into by the debtor or hirer wholly or predominantly for the purposes of a business carried on, or intended to be carried on, by him.
- (2) If an agreement includes a declaration made by the debtor or hirer to the effect that the agreement is entered into by him wholly or predominantly for the purposes of a business carried on, or intended to be carried on, by him, the agreement shall be presumed to have been entered into by him wholly or predominantly for such purposes.
- (3) But that presumption does not apply if, when the agreement is entered into—
 - (a) the creditor or owner, or
 - (b) any person who has acted on his behalf in connection with the entering into of the agreement,knows, or has reasonable cause to suspect, that the agreement is not entered into by the debtor or hirer wholly or predominantly for the purposes of a business carried on, or intended to be carried on, by him.
- (4) The Secretary of State may by order make provision about the form, content and signing of declarations for the purposes of subsection (2).

Status: Point in time view as at 16/06/2006. This version of this provision has been superseded.

Changes to legislation: There are currently no known outstanding effects for the Consumer Credit Act 2006, Section 4. (See end of Document for details)

- (5) Where an agreement has two or more creditors or owners, in subsection (3) references to the creditor or owner are references to any one or more of them.
- (6) Nothing in this section affects the application of sections 140A to 140C.”

Commencement Information

II S. 4 in force at 16.6.2006 for specified purposes by [S.I. 2006/1508](#), art. 3(1), [Sch. 1](#)

Status:

Point in time view as at 16/06/2006. This version of this provision has been superseded.

Changes to legislation:

There are currently no known outstanding effects for the Consumer Credit Act 2006, Section 4.