

Credit and Debt Management: Summary of corrections to course materials

These changes affect version V001 of the materials.

The claim values for determining how to bring a dispute to court have been updated as follows:

- The **small claims track** is for debts of **£10,000 or less**. (This used to be referred to as “the small claims court” but this was confusing as it implied a separate court, when it is in fact just a process within the County Court.)
- The **fast track** is for debts between **£10,000 and £25,000**, where the case is likely to take **no more than one day** in court.
- The **multi-track** is for cases which will take **more than one day** in court and debts **over £25,000**. Complex cases of less than £25,000 will also be dealt with via the multi-track.

This will impact your materials in the following places:

Course Notes & Questions

Pg 136	Claim values have been updates as per the information above.														
Pg 151 Lecture example 4 solution	Solution has been clarified as follows: <table><tr><td colspan="2">✓</td></tr><tr><td></td><td>High Court</td></tr><tr><td>✓</td><td>County Court</td></tr><tr><td></td><td>Small Claims Court – this is not a separate court. The small claims track takes place in the County Court.</td></tr></table>			✓			High Court	✓	County Court		Small Claims Court – this is not a separate court. The small claims track takes place in the County Court.				
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Pg 148 / 156 Practice example 4	Question/solution has been amended as follows: <table><tr><th>Statement</th><th>True ✓</th><th>False ✓</th></tr><tr><td>Fast Track claims through the County Court can only be made if the amount is under £5,000 - <i>The fast track is for debt between £10,000 and £25,000</i></td><td></td><td>✓</td></tr><tr><td>The non-payment of a trading debt is a criminal offence. - <i>This is civil law and not a crime against the state.</i></td><td></td><td>✓</td></tr><tr><td>Multi Track cases are more complex and involve amounts over £25,000.</td><td>✓</td><td></td></tr></table>			Statement	True ✓	False ✓	Fast Track claims through the County Court can only be made if the amount is under £5,000 - <i>The fast track is for debt between £10,000 and £25,000</i>		✓	The non-payment of a trading debt is a criminal offence. - <i>This is civil law and not a crime against the state.</i>		✓	Multi Track cases are more complex and involve amounts over £25,000.	✓	
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Task Bank & Mocks

<p>Pg 47 / 89 Task 5 RE 2 part (a)</p>	<p>Question/solution has been amended as follows:</p> <p>Ambles Ltd has a customer, Trail Ltd, who is refusing to pay an outstanding balance due of £1,000. Ambles Ltd wishes to take Trail Ltd to court to recover the debt and the case is not seen as being complicated.</p> <p>(a) Which County Court process would deal with this debt?</p> <table border="1"> <thead> <tr> <th></th><th>✓</th></tr> </thead> <tbody> <tr> <td>Small claims track – for debts of £10,000 or less</td><td><input checked="" type="checkbox"/></td></tr> <tr> <td>Fast-track</td><td><input type="checkbox"/></td></tr> <tr> <td>Multi-track</td><td><input type="checkbox"/></td></tr> </tbody> </table>		✓	Small claims track – for debts of £10,000 or less	<input checked="" type="checkbox"/>	Fast-track	<input type="checkbox"/>	Multi-track	<input type="checkbox"/>		
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<p>Pg 89 Task 5 RE 2 Part (c)</p>	<p>Solution has been clarified as follows:</p> <p>(c) Which of the following courts will deal with the action Brambles Limited will take to recover this debt?</p> <table border="1"> <thead> <tr> <th></th><th>✓</th></tr> </thead> <tbody> <tr> <td>The High Court</td><td><input type="checkbox"/></td></tr> <tr> <td>A Small Claims Court – this is not a separate court</td><td><input type="checkbox"/></td></tr> <tr> <td>The County Court</td><td><input type="checkbox"/></td></tr> <tr> <td>The High or County Court – this is a multi-track claim (over £25,000) which will either take place in the High Court or the County Court.</td><td><input checked="" type="checkbox"/></td></tr> </tbody> </table>		✓	The High Court	<input type="checkbox"/>	A Small Claims Court – this is not a separate court	<input type="checkbox"/>	The County Court	<input type="checkbox"/>	The High or County Court – this is a multi-track claim (over £25,000) which will either take place in the High Court or the County Court.	<input checked="" type="checkbox"/>
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