



Guernsey Financial
Services Commission

Section 27A?

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Investment Business Division

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Guernsey Financial
Services Commission

Presentation Overview

- Section 27A
- Licensees (Capital Adequacy) Rules 2010
- Administrative financial penalties

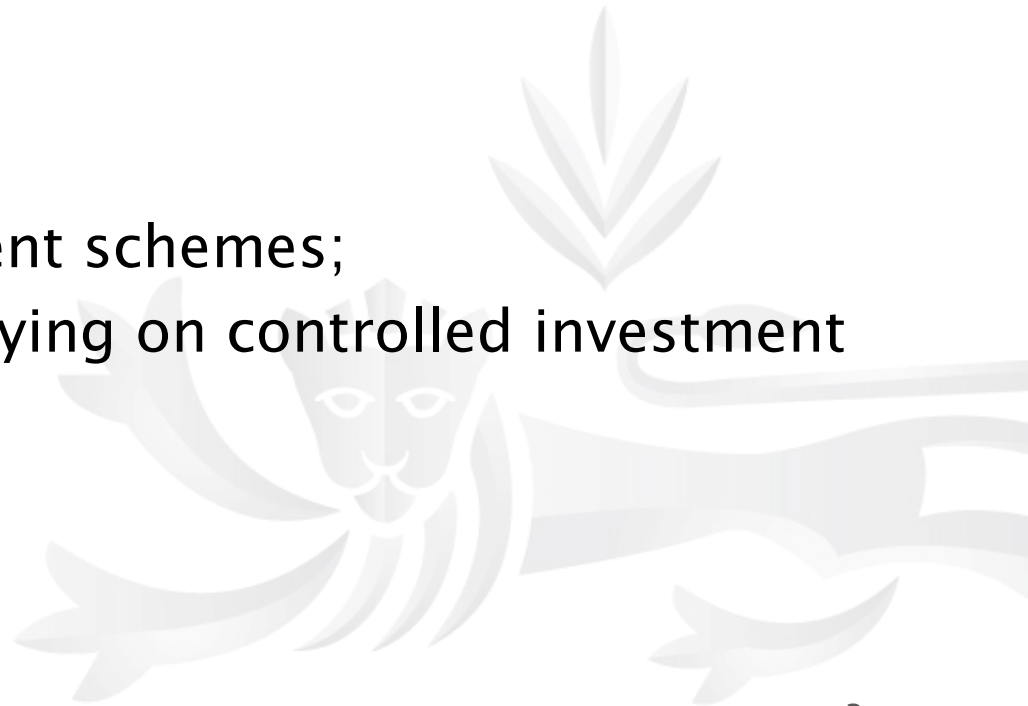




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Section 27A(1)

- For all
 - Licensees;
 - Collective investment schemes;
 - APPEARS to be carrying on controlled investment business;





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Section 27A(2)

- Reasonable cause to believe;
- Is or is likely to be of material significance
 - Determining whether a fit and proper person;
 - Whether Commission should exercise powers to protect



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Section 27A

- ISA 250
 - Legal advice?
 - Read minutes;
 - training;
 - Management letter.





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Section 27A

- ISA 250
 - Legal advice?
 - Read minutes;
 - training;
 - Management letter.

Ordinary course of audit





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Licensees (Capital Adequacy) Rules 2010

- Loans payable - General Partners;
- Deferred income;
- Rule 2.2.4 – Directors should refer to section 5



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Future of the Rules

- Sectoral framework for Capital Adequacy?
- Ongoing Guidance Notes





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Administrative financial penalties

- Sensible audit planning.





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Any Questions?

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