
FINAL NOTICE

To: **Grosvenor Financial Services Limited (In Administration)**

Of: **C/o Liverpool Insolvency Service
2nd Floor
Cunard Building
Pier Head
Liverpool
L3 1DS**

Dated: **10 April 2008**

TAKE NOTICE: The Financial Services Authority (the "FSA") of 25 The North Colonnade, Canary Wharf, London E14 5HS gives Grosvenor Financial Services Limited ("Grosvenor") final notice about a decision to cancel the permission granted to Grosvenor to carry on regulated activities

1. ACTION

- 1.1 The FSA gave Grosvenor a Decision Notice on 7 March 2008 (the "Decision Notice") which notified Grosvenor that for the reasons given below and pursuant to section 45 of the Financial Services and Markets Act 2000 (the "Act"), the FSA had decided to cancel the permission granted to Grosvenor pursuant to Part IV of the Act ("Grosvenor's Part IV permission").
- 1.2 Grosvenor was informed of its statutory right to make a reference to the Financial Services and Markets Tribunal, but it has not referred the Decision Notice to the Tribunal within 28 days of the date on which the Decision Notice was given to it. Accordingly, the FSA has today cancelled Grosvenor's Part IV Permission.

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2. REASONS FOR ACTION

- 2.1 On the basis of the facts and matters and conclusions described in its Warning Notice dated 10 January 2008 (the "Warning Notice"), and in the Decision Notice, it appears

to the FSA that Grosvenor is failing to satisfy the threshold conditions set out in schedule 6 of the Act (the "Threshold Conditions").

- 2.2 This is because, in the opinion of the FSA, Grosvenor is not meeting the financial resources requirement applicable to it under the FSA's rules (in particular MIPRU 4.2.1R), in that it is unable to meet its liabilities as they have fallen due. This is evidenced by Grosvenor's inability to comply with five Awards made by the Financial Ombudsman Service between May 2005 and June 2007 and its failure to make payment of £3,417.42 to Legal & General Assurance Society Limited. In addition, Grosvenor entered administration on 25 February 2008. By failing to meet its liabilities as they have fallen due, Grosvenor is also in breach of Principle 4 (Financial prudence).
- 2.3 These failings are significant and material in relation to Grosvenor's Part IV permission and Grosvenor therefore fails to satisfy Threshold Condition 4 (Adequate resources).

3. DECISION MAKER

The decision which gave rise to the obligation to issue this Final Notice was taken by the Regulatory Decisions Committee.

4. IMPORTANT

- 4.1 This Final Notice is given to you in accordance with section 390(1) of the Act.

Publicity

- 4.2 Sections 391(4), 391(6) and 391(7) of the Act apply to the publication of information about the matter to which this Final Notice relates. Under those provisions, the FSA must publish such information about the matter to which this Final Notice relates as the FSA considers appropriate. The information may be published in such manner as the FSA considers appropriate. However, the FSA may not publish information if such publication would, in the opinion of the FSA, be unfair to Grosvenor or prejudicial to the interests of consumers.
- 4.3 The FSA intends to publish such information about the matter to which this Final Notice relates as it considers appropriate.

FSA Contact

- 4.4 For more information concerning this matter generally, you should contact Sarah Dart at the FSA (direct line: 020 7066 4654/fax: 020 7066 4655).

John Kirby
FSA Enforcement Division