

**KHUNGAR HOME LOANS LIMITED**

**FINAL NOTICE**

**SUMMARY OF THE MATTER TO WHICH THE NOTICE RELATES**

**Date of Issue: 30 June 2005**

The FSA has refused an application made by Khungar Home Loans Limited ("KHLL") for Part IV Permission to conduct mortgage and general insurance business and has also refused an application by KHLL under section 60 of the Financial Services and Markets Act 2000 for the approval of Rajiv Khungar to perform the Controlled Functions of Director (CF1) and Apportionment and Oversight (CF 8),

In its decision dated 6 June 2005, the Financial Services and Markets Tribunal dismissed a reference of Decision Notices issued by the FSA on the grounds that it considered that Rajiv Khungar did not satisfy Threshold Condition 5 (suitability) as set out in Schedule 6 of the Financial Services and Markets Act 2000 in that he was not a fit and proper person to receive approval to perform these Controlled Functions, and on the grounds that it considered that KHLL did not satisfy Threshold Condition 4 (adequate resources) and Threshold Condition 5 (suitability). The FSA is obliged to act in accordance with the Tribunal's determination and, accordingly, the applications must be refused.

A copy of the Tribunal judgment can be found on the Finance and Tax Tribunals website at [www.financeandtaxtribunals.gov.uk/decisions/seldecisions/financialservices.htm](http://www.financeandtaxtribunals.gov.uk/decisions/seldecisions/financialservices.htm)