

RAJIV KHUNGAR

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") 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), and has also refused an application by KHLL for Part IV Permission to conduct mortgage and general insurance business.

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