

---

### **Capital Requirements & Liquidity**

1. Are you experiencing financial losses now or have you experienced financial losses within the last 12 months?
2. Have you been meeting your regulatory capital requirements at all times throughout the last 12 months, or since authorisation (whichever is most recent)?
3. Do you have a positive cashflow in the current financial year? Please provide supporting documents, outlined below.
4. Have you undertaken stress testing (that is considered severe but plausible) against your business plan, or covering relevant scenarios for:
  - a. capital planning purposes?
  - b. liquidity planning purposes?
5. Please confirm the total sum of relevant funds (customer funds that should be safeguarded) that your firm held at COB on 13 March 2020.

Supporting Documentation required:

- a. An up-to-date balance sheet statement, profit and loss statement and cashflow statement.
- b. The most recent accounts and/or management accounts.
- c. The output of any stress testing (capital and/or liquidity) you have undertaken.

### **Corporate Governance and Financial Structures**

1. Do you plan to obtain additional share capital within the next 12 months? If so, how much?
2. Do you have access to additional cash/liquidity?
3. What is the nature of this cash/liquidity – e.g. an agreed and undrawn loan, or overdraft facilities, group guarantee, etc?
4. Have you arranged any credit facilities, and drawn down on those facilities within the past 12 months?
5. What is the total percentage of facilities drawn down as at 13 March 2020?
6. Are you subject to any covenants? Have these been breached? Will they be breached?
7. Do you need to refinance any debt within the next six months? If so, what is the percentage of total outstanding external/intragroup debt?
8. What is your current surplus or deficit of eligible capital resources over capital requirements? Please provide an up-to-date calculation of requirements, noting the method(s) used, and any relevant scaling factors applied. Please also provide an up-to-date calculation of your eligible resources, detailing the components of total capital resources, and any necessary deductions (such as for intangible assets, goodwill, deferred tax assets and investments in subsidiaries).
9. If your business is exposed to exchange rate fluctuations please can you provide an explanation of how your firm manages the liquidity risk created by this exposure.



10. Your firm is likely to have been involved in our safeguarding attestation exercise in 2019. Please confirm that you are still satisfied that your firm meets the safeguarding requirements. As part of this response, please tell us whether or not the position regarding your safeguarding policies, practices and controls has materially changed in the subsequent period.

Supporting Documentation require:

- a. An up-to-date 12 month projected balance sheet forecast, profit and loss forecast and cashflow forecast (please include any possible impacts on your liquidity position).
- b. Evidence showing the funds currently held to meet capital requirements.
- c. The current business plan. This should include the overall strategy, and capital plan including future lines of credit or capital.