



## **CLIENT FUNDS**

### **SEGREGATION OF CLIENT FUNDS**

FIXI is regulated by the Financial Conduct Authority ("FCA"), and follows the rules relating to client money in the Client Assets Sourcebook ("CASS"). The CASS rules require FIXI to ensure a clear segregation between money belonging to retail clients and money that belongs to the firm. Retail client money is transferred to a segregated client money bank account held with a third party.

### **WHAT IS SEGREGATION OF FUNDS?**

Segregated client money is held entirely separate from FIXI's own money. This means that should there be a default by FIXI, client funds will be returned to the clients rather than being treated as a recoverable asset by the general creditors of FIXI.

Funds are 'ring-fenced' in separate bank accounts which are held in trust with the clients as the beneficiaries.

### **ADDITIONAL CLIENT FUND SECURITY**

In addition to the security of segregation, if, for whatever reason, we are unable to satisfy repayment claims, eligible claimants have the right to compensation by the Financial Services Compensation Scheme ("FSCS"), up to £50,000.

The Financial Services Compensation Scheme (FSCS) is the UK's compensation fund of last resort for customers of authorised financial services firms. If a firm becomes insolvent or ceases trading, the FSCS may be able to pay compensation to its customers. The FSCS covers business conducted by firms authorised by the FCA.

The appointment of a bank to hold client money will only take place once a full risk assessment has been undertaken. All banks are monitored at all times, with a formal review taking place on a regular basis, to ensure that they continue to meet the requirements of the FCA's rules and our own policy on segregated bank accounts.

If for whatever reason, a bank holding client money on behalf of FIXI's clients goes into liquidation, any losses would be shared by clients in proportion to their share of the total amount held with a bank which has failed. If that account is with a UK bank, any funds lost as a result of this would be covered by the FSCS, up to a limit of £80,000 per person per institution.