

20 July 2020

CYSEC Decision

Announcement date:	20.07.2020	CySEC Decision date:	09.06.2020
Regarding:	UGL Exchange Ltd		
Legislation:	The Investment Services and Activities and Regulated Markets Law		
Subject:	Withdrawal of CIF authorisation		
Judicial Review:	Click here	Judicial Review Ruling:	Click here

The Cyprus Securities and Exchange Commission ('the CySEC'), following the [decision](#) published on 2 April 2020, announces that, at its meeting of 9 June 2020, decided to **withdraw** the Cyprus Investment Firm authorisation of **UGL Exchange Ltd** ('the Company'), with **Number 349/17**, pursuant to article 9(3)(b) of Directive DI87-05 for The Withdrawal and Suspension of Authorisation and to articles 8(1)(c) and 71(6)(c) of the Investment Services and Activities and Regulated Markets Law of 2017 ('the Law').

CySEC reached the above decision as it was not satisfied with the Company's compliance with article 22(1) of the Law, as to fulfilling at all times the condition of article 17(9) of the Law, as further specified in paragraphs 4 of Directive DI87-01 regarding the protection of clients' money, and as a consequence it does not fulfill the terms of its operational license.

In addition, CySEC has decided that the Company is not complying with articles 92(1) and 93(1) of Regulation (EU) 575/2013 on prudential requirements, in relation to own funds and total capital ratio.

Due to the withdrawal of the Company's authorisation, the Company should:

- (i) Ensure it does not provide investment and ancillary services, other than those that are strictly necessary for the completion of its pending transactions and those of its clients, as per their instructions.
- (ii) Publish on its websites an announcement informing about the withdrawal of its license, the procedure to be followed by its clients for the completion of their transactions, the return of their funds and financial instruments, as well as the submission of any complaints.
- (iii) Return all funds and financial instruments that belong/amount to its clients, including any profits.
- (iv) Examine and resolve all clients' complaints that have been submitted to them.
- (v) Ensure that it continues to maintain an office and employs all the necessary staff, in order to carry out the tasks mentioned above.

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