

Chapter 7

Financial penalties and other disciplinary sanctions

	<div><div></div><div>7.5</div><div>Payment of financial penalties</div></div>
7.5.1	Financial penalties must be paid within the period (usually 14 days) that is stated on the <i>FCA's final notice</i> . The <i>FCA's</i> policy in relation to reducing a penalty because its payment may cause a <i>person</i> serious financial hardship is set out in ■ DEPP 6.5D.
7.5.2	[deleted]
7.5.3	Chapter 6 of the General Provisions module of the <i>FCA Handbook (GEN)</i> contains <i>rules</i> prohibiting a <i>firm</i> or <i>member</i> from entering into, arranging, claiming on or making a payment under a <i>contract of insurance</i> that is intended to have, or has, the effect of indemnifying any <i>person</i> against a financial penalty.
7.5.4	Chapter 6 of the General Provisions of the <i>FCA Handbook (GEN)</i> also contains a <i>rule</i> prohibiting a <i>firm</i> , except a <i>sole trader</i> , from paying a financial penalty imposed by the <i>FCA</i> on a present or former <i>employee</i> , <i>director</i> or <i>partner</i> of the <i>firm</i> or of an <i>affiliated company</i> .
7.5.5	<i>Rule</i> ■ 1.5.33 in the <i>FCA's Prudential Sourcebook for Insurers (INSPRU)</i> prohibits a <i>long- term insurer</i> (including a <i>firm</i> qualifying for <i>authorisation</i> under <i>Schedule 3</i> or <i>4</i> to the <i>Act</i>), which is not a mutual, from paying a financial penalty from a long-term insurance fund.