

Chapter 8

Variation and cancellation of permission and imposition of requirements on the FCA's own initiative and intervention against incoming firms

8.7 The FCA's policy on exercising its power of intervention against incoming firms under section 196 of the Act

8.7.1 The *FCA* adopts a similar approach to the exercise of its *power of intervention* under section 196 as it does to its *own-initiative powers* to vary *Part 4A permission* or impose *requirements*, but with suitable modification for the differences in the statutory grounds for exercising the powers. Consequently the factors and considerations set out in paragraphs ■ 8.2.1 to ■ 8.4.4 and ■ 8.6.1 to ■ 8.6.8 may also be relevant when the *FCA* is considering regulatory concerns about incoming *firms*.

8.7.2 When it is considering action against an incoming *firm*, the *FCA* will cooperate with the *firm's Home State regulator* as appropriate, including notifying and informing the *firm's Home State regulator* as required by the relevant section of the Act.