Adequacy of Resources Policy

SAMPLE

[Insert full Company Name]

TEMPLATE

Company:	[Insert Company Name]
ACN:	[Insert]
AFSL:	[Insert]
Date Updated:	[Insert date]

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VERSION CONTROL

Version Number	Date Updated	Notes
1	[insert date]	Original document prepared and finalised.

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SECTION A – INTRODUCTION

1. BACKGROUND

1.1 This document outlines [Insert full company name]'s ("**[Insert defined company name]**") policies and procedures for maintaining adequate resources.

1.2 This document applies to all Corporate Authorised Representatives, Authorised Representatives and Sub-Authorised Representatives of [Insert defined company name].

1.3 The *Corporations Act* 2001 (Cth) ("**Corporations Act**") requires [Insert defined company name] to have available adequate financial, human and technological resources to engage in the financial services authorised by [Insert defined company name]'s Australian Financial Services Licence ("**AFSL**").

2. OBJECTIVES OF POLICY

2.1 [Insert defined company name]'s Adequacy of Resources Policy has been implemented because:

(a) [Insert defined company name] has an obligation to ensure adequate financial resources are available to provide financial services covered by [Insert defined company name]'s AFSL and to carry out supervisory arrangements;

(b) [Insert defined company name] has an obligation to ensure adequate human resources are available to provide financial services covered by [Insert defined company name]'s AFSL; and

(c) [Insert defined company name] has an obligation to ensure adequate technological resources are available to:

(i) comply with financial services legislation;

(ii) maintain client records and data integrity;

(iii) protect confidential and other information; and

(iv) meet current and future operational needs.

SECTION B – FINANCIAL RESOURCES

3. GENERAL OBLIGATION

3.1 Section 912A(1)(d) of the Corporations Act and *ASIC Regulatory Guide 166*: Financial Requirements ("**RG166**") requires [Insert defined company name] to:

(a) ensure there are sufficient financial resources to meet all debts when they become due and payable;

(b) ensure [Insert defined company name]'s total assets (or adjusted assets) exceed total liabilities (or adjusted liabilities);

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