

***SPANISH FEDERATION
OF RECOVERY AND
RECYCLING***



POL-PRIMETT PROJECT

March 2012





**CASH,
OR NOT CASH,
THAT IS THE
QUESTION**





1

Why is cashless POSITIVE?

- ⊕ Reduces the risk of theft in scrap yards
- ⊕ Increases scrap company's security





1

Why is cashless POSITIVE?

⊕ If there isn't cash in the safety deposit box, nobody can steal it

Preventing employees thefts

Preventing external thefts

⊕ It is not necessary to withdraw large amounts of money from the bank every day



2

Why is cashless NEGATIVE?

Cash transactions are legally recognised, not only for metals but for every transaction or trading

If cash is forbidden



- ⊖ Serious affront in relation to other business



2

Why is cashless NEGATIVE?

Illegal scrap dealers aren't subjected to any kind of control or regulation



If authorities do not fight against these illegal dealers

Legal scrap dealers will be very limited and restricted, while illegal (the real problem) will continue buying with cash



2

Why is cashless NEGATIVE?

LEGAL

ILLEGAL

Less business

Business closed

More and more illegals

More business

Richer





2

Why is cashless NEGATIVE?

Banking commissions must be paid for every cheque and bank transfer

Banks are the only ones who are making money

Even for 20,30 or 40 euros trades
A lot of these transactions take place in a scrap yard everyday



Fluctuating market that changes everyday

Every cent is fought for and negotiated in this business

Banks are the only ones who are making money



Banks are private agents too
They are not authorities



Identification card is the only requirement to open an account

What will banks require that we don't?

Why do banks give more guarantees?



2

Why is cashless NEGATIVE?

Maybe it isn't a bad thing to limit cash payment to large amounts of money transactions

Sector is already doing it (self-regulation)

It is already regulated by law

Tax law

Money laundering law



2

Why is cashless NEGATIVE?

TAX LAW

- Payments of more than 6000 euros must be specifically identified and separately stated from the rest

MONEY LAUNDERING LAW

- Individuals or companies that professionally trade with goods exceeding 15000 € transactions:
 - Must communicate them
 - Identify people they're trading with
 - Pay special attention to these trades



THANKS FOR YOUR ATTENTION

30 
años reciclando **FER**

SPANISH FEDERATION OF RECOVERY AND RECYCLING

consultas@recuperacion.org

www.recuperacion.org