

# Bank of England

## Prudential Regulation Authority

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### WRITTEN NOTICE

#### Permission to reduce own funds

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To: HSBC Holdings Plc (FRN 203795) ("the company")

Of: 8 Canada Square, London E14 5HQ

Date: 22 September 2023

#### ACTION

- (1) In accordance with Articles 77 and 78 of Regulation 575/2013 of the European Parliament and of the Council of 26th June 2013 on prudential requirements for credit institutions and investment firms (as it forms part of retained EU law) (the "CRR") and the second subparagraph of Article 78(1), the Prudential Regulation Authority ("the PRA") has decided to grant the company permission on a consolidated basis to reduce own funds by repurchasing Additional Tier 1 and Tier 2 instruments, up to the amounts set out in paragraphs 2 and 3 below.
- (2) On a consolidated basis, the amount of Additional Tier 1 and Tier 2 instruments repurchased from time to time pursuant to this permission must not exceed the lower of:
  - i. the amounts prescribed by the second subparagraph of Article 78(1) of the CRR; and
  - ii. the following amounts:



CET1	Additional Tier 1	Tier 2
\$40 million	\$70 million	\$80 million

(3) If, at any time any of the conditions in Article 78(1) of the CRR ceases to be met, the PRA will re-consider the terms of this permission or revoke this permission in whole or in part.

**Effect**

(4) This permission takes effect on 22 September 2023 and expires 22 September 2024.

**Decision-Maker**

(5) The decision which gave rise to the obligation to give this Notice was made by Simon Dixon, Head of Division, GSIBs.

**Publication**

(6) Details of this permission will be published on the Bank of England website.

**PRA contacts**

(7) For more information concerning this matter generally, the firm/company should contact their usual supervisory contact.

**Simon Dixon**  
**Head of Division, GSIBs**  
**For and on behalf of The Prudential Regulation Authority**