

**PRA RULEBOOK: CRR FIRMS: NON-AUTHORISED PERSONS: RECOVERY PLANS:  
PREPARATIONS FOR SOLVENT EXIT 2024**

**Powers exercised**

- A. The Prudential Regulation Authority (“PRA”) makes this instrument in the exercise of the following powers and related provisions in the Financial Services and Markets Act 2000 (“the Act”):
- (1) section 137G (The PRA’s general rules);
  - (2) section 137T (General supplementary powers).
- B. The rule-making powers referred to above are specified for the purpose of section 138G(2) (Rule-making instrument) of the Act.

**Pre-conditions to making**

- C. In accordance with section 138J of the Act (Consultation by the PRA), the PRA consulted the Financial Conduct Authority. The PRA published a draft of the proposed rules in accordance with section 138J(1)(b) of the Act, accompanied by the information listed in section 138J(2). After consulting, the PRA published a draft of the proposed rules and had regard to representations made.

**PRA Rulebook: CRR Firms: Non-authorised Persons: Recovery Plans: Preparations for Solvent Exit Instrument 2024**

- D. The PRA makes the rules in the Annex to this instrument.

**Commencement**

- E. This instrument comes into force on 1 October 2025.

**Citation**

- F. This instrument may be cited as the PRA Rulebook: CRR Firms: Non-authorised Persons: Recovery Plans: Preparations for Solvent Exit Instrument 2024.

**By order of the Prudential Regulation Committee**

20 February 2024

## Annex

### Amendments to the Recovery Plans Part

In this Annex, new text is underlined and deleted text is struck through.

Part

## RECOVERY PLANS

---

### Chapter content

1. APPLICATION AND DEFINITIONS
2. RECOVERY PLANS
3. GROUP RECOVERY PLANS
4. REVIEW OF RECOVERY PLAN AND GROUP RECOVERY PLAN
5. GOVERNANCE ARRANGEMENTS
6. RECOVERY PLAN AND GROUP RECOVERY PLAN INDICATORS
7. PREPARATION FOR SOLVENT EXIT – NON-SYSTEMIC BANKS AND BUILDING SOCIETIES

## 1. APPLICATION AND DEFINITIONS

---

...

1.2. In this Part, the following definitions shall apply:

...

*solvent exit*

means the process through which a *firm* ceases to carry on its *PRA regulated activities* while remaining solvent.

*solvent exit analysis*

means a document setting out a *firm's* preparations for *solvent exit*.

...

## 7. PREPARATIONS FOR SOLVENT EXIT – NON-SYSTEMIC BANKS AND BUILDING SOCIETIES

---

7.1 This Chapter applies to every *firm* that is a *UK bank* or *building society* but is not:

(1) itself, or part of a group that is, a *G-SII*, a *non-UK G-SII* or an *O-SII*; or

(2) a *firm* to which the Operational Continuity Part applies.

7.2 A *firm* must prepare for *solvent exit* so that, if the need arises, it can effect a *solvent exit* in an orderly manner.

7.3 A *firm* must produce a *solvent exit analysis* and update it whenever a material change has taken place that may affect its preparations for a *solvent exit*, and at least once every three years.

7.4 A *firm* must be able to provide to the *PRA* on request the current version of its *solvent exit analysis*.

**PRA RULEBOOK: NON-AUTHORISED PERSONS: FSCS MANAGEMENT EXPENSES LEVY  
LIMIT AND BASE COSTS INSTRUMENT 2024**

**Powers exercised**

- A. The Prudential Regulation Authority (“PRA”) makes this instrument in the exercise of the following powers and related provisions in the Financial Services and Markets Act 2000 (“the Act”):
- (1) section 137T (General supplementary powers);
  - (2) section 213 (The compensation scheme);
  - (3) section 214 (General); and
  - (4) section 223 (Management expenses).
- B. The rule-making powers referred to above are specified for the purpose of section 138G(2) (Rule-making instruments) of the Act.

**PRA Rulebook: Non-Authorised Persons: FSCS Management Expenses Levy Limit and Base Costs Instrument 2024**

- C. The PRA makes the rules in the Annex to this instrument.

**Commencement**

- D. This instrument comes into force on 1 April 2024.

**Citation**

- E. This instrument may be cited as the PRA Rulebook: Non-Authorised Persons: FSCS Management Expenses Levy Limit and Base Costs Instrument 2024.

**By order of the Prudential Regulation Committee**

12 March 2024

**Annex****Amendments to the FSCS Management Expenses Levy Limit and Base Costs Part**

In this Annex new text is underlined and deleted text is struck through.

...

**2 LIMIT ON MANAGEMENT EXPENSES LEVIES**

---

...

2.1A The amount which the FSCS may recover from the sums levied under the *compensation scheme* as *management expenses* attributable to the period 1 April ~~2023~~2024 to 31 March ~~2024~~2025 may not exceed ~~£109,815,710~~£108,111,085.

...