

Bank of England

Prudential Regulation Authority

CRR Permission 77/78 Supplementary Application Form

Reduction in own funds

This form must be completed by firms applying for a CRR Permission under CRR Article 77/78 for a reduction in own funds, under 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"). It should be submitted alongside the Permissions (CRR firms) application form.

Applicant Details

Firm Name

Firm Reference Number

Application details

Is the permission required on a solo, consolidated or solo & consolidated basis?
Please also specify consolidating entity names (including holding company if relevant):

Intended reduction method (eg reduction, repurchase, call or redemption)

Own funds instrument details

Amount and name of instrument(s)

Full legal name of issuer(s)

ISIN No.(s)

Date(s) of issuance

First call date(s) (if applicable)

Date(s) when firm intends to exercise the Permission

Regulatory capital classification of each instrument (eg CET1, AT1, T2)

Self-assessment of the PRA rules for a reduction in own funds

The following tables should be completed in order to confirm compliance with The PRA rules on the requirements for reduction of capital instruments: [Chapter 4 of the PRA rulebook - Rules Supplementing the CRR with regards to Own Funds Requirements](#). Where applicable, information should be provided at the individual, consolidated, and sub-consolidated level. Please expand the table size or supply a separate document if more space is required.

Article 30: Content of the application to be submitted by the institution for the purposes of Article 77 CRR	Applicant firm attestation
<p>A well-founded explanation of the rationale for performing any of the actions referred to in Article 77(1) of Regulation (EU) No 575/2013</p>	
<p>Whether the permission sought is based on CRR Article 78(1)(a), Article 78(1)(b) or General Prior Permission.</p>	
<p>Where the firm seeks to call, redeem or repurchase AT1 or T2 instruments or related share premium accounts during the five years following their date of issuance pursuant of Article 78(4), explain how the conditions of that article are met.</p>	
<p>Present forward-looking information, that shall cover at least a three-year period, on the amounts and percentages corresponding to the following requirements for own funds and eligible liabilities, including the level and composition of own funds before and after the performing of the action and the impact on regulatory requirements: (Article 30, (d), (i) to viii) of PRA Rulebook: CRR Firms: Own Funds and Eligible Liabilities (CRR).</p>	

<p>Present forward-looking information on the level and composition of own funds and the level and composition of own funds and eligible liabilities held to ensure compliance, respectively, with the requirements referred to in point (d)(i) (Article 30, PRA Rulebook: CRR Firms: Own Funds and Eligible Liabilities (CRR)) above before and after performing any of the actions listed in Article 77(1) of the CRR. The information shall cover at least a three-year period.</p>	
<p>Provide the institution's summary assessment on the impact of the action that the institution has planned to take in accordance with Article 77(1) of the CRR, and any such action that the institution additionally envisages to undertake within a three-year period, on compliance with the requirements referred to in point (d)(i) to (viii) above (Article 30, (d), (i) to (viii) of PRA Rulebook: CRR Firms: Own Funds and Eligible Liabilities (CRR)).</p>	
<p>Where the institution seeks to replace own funds instruments or the related share premium accounts pursuant to point (a) of Article 78(1) or point (d) of Article 78(4) of the CRR, the firm should provide evidence of the following: (Article 30, (g), (i) to (v) of PRA Rulebook: CRR Firms: Own Funds and Eligible Liabilities (CRR)).</p>	
<p>Provide an evaluation of the risks to which the institution is or might be exposed and whether the level of own funds ensures an appropriate coverage of such risks, including stress tests on main risks evidencing potential losses under different scenarios as per Art. 30(1)(h).</p>	
<p>Any other information considered necessary by the competent authority for evaluating the appropriateness of granting a permission according to Article 78 Regulation (EU) No 575/2013.</p>	

Article 31 PRA rules requirement:	Applicant firm attestation
<p>Is this application being made at least three months in advance of the reduction in own funds being announced to holders of the instrument(s)? If not, please explain why.</p>	

Applications for a new General Prior Permission (if relevant)

Where a General Prior Permission: Article 30a Additional Information to be Submitted with an Application for a General Prior Permission for Action Listed in Article 77(1) of the CRR:	Applicant firm attestation
<p>Where a general prior permission pursuant to the second subparagraph of Article 78(1) of the CRR for an action under Article 77(1)(a) of the CRR is sought, please specify the amount of each relevant Common Equity Tier 1 issue subject to the request.</p>	
<p>Where a general prior permission for an action under Article 77(1)(c) of the CRR is sought, please specify in the application each relevant Additional Tier 1 or Tier 2 issue: (a) the amount of each relevant outstanding issue subject to the request; and (b) the total carrying amount of outstanding instruments in each relevant tier of capital.</p>	