

**PRA RULEBOOK: CRR FIRMS: GLOSSARY INSTRUMENT 2017**

**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); and
  - (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. After consulting, the PRA published a draft of proposed rules and had regard to representations made.

**PRA Rulebook: Glossary Instrument 2017**

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

**Commencement**

- E. This instrument comes into force on 3 January 2018.

**Citation**

- F. This instrument may be cited as the PRA Rulebook: CRR Firms: Glossary Instrument 2017.

**By order of the Prudential Regulation Committee**

25 April 2017

## Annex A

## Amendments to the Glossary

In the Glossary Part of the PRA Rulebook, amend the following definitions where underlining indicates new text and deleted text is struck through.

*ancillary service*

means any of the services listed in Section B of Annex 1 to *MiFID II*.

*approved counterparty*

...

(3) a *MiFID investment firm* whose ~~authorise~~ authorisation (as referred to in article 5 of *MiFID II*) authorises it to carry on activities of the kind referred to in (2);

...

*branch*

...

(2) (in relation to an *investment firm*) has the meaning given in Article 4(1)~~(30)~~(26) of *MiFID II*.

...

*competent authority*

means the authority, designated by each EEA State in accordance with Article 67 of *MiFID II*, unless otherwise specified in *MiFID II*.

**[Note: Art. 4(1)(26) of *MiFID II*]***eligible counterparty*

has the meaning given in the *FCA Handbook* as amended from time to time~~as at 31 July 2015~~ for the purposes other than for the purposes of the part of the *FCA Handbook* ~~(as at 31 July 2015)~~ in High Level Standards that has the title Principles for Businesses.

*financial instruments*

means the instruments specified in Section C of Annex I to~~of~~ *MiFID II*.

*investment services and/or activities*

means any of the services and activities listed in Section A of Annex I to *MiFID II*.

~~*MiFID*~~

~~means the European Parliament and Council Directive on markets in financial instruments (No. 2004/39/EC).~~

~~*MiFID implementing Directive*~~

~~means Commission Directive No. 2006/73/EC implementing Directive 2004/39/EC of the European Parliament and of the Council as regards organisational requirements and operating conditions for investment firms and defined terms for the purposes of that Directive.~~

*MiFID investment firm*

means a *firm* to which *MiFID II* applies.

MODR

means the Commission Delegated Regulation (EU) 2017/565 of 25 April 2016 supplementing *MiFID II* of the European Parliament and of the Council as regards organisational requirements and operating conditions for investment firms and defined terms for the purposes of that Directive.

*non-directive firm*

...

(2) an *investment firm* authorised under *MiFID II*;

...

*professional client*

has the meaning given in the *FCA Handbook* as amended from time to time ~~as at 31 July 2015.~~

*regulated market*

*means:*

...

(1) a regulated market as defined in article 4(1)(21) of *MiFID II* ~~point (14) of Article 4 of Directive 2004/39/EC~~; or

...

*transferable securities*

means as defined in article 4(1)(18)(44) of *MiFID II* .