PRA RULEBOOK: CRR FIRMS: LEVERAGE RATIO – CAPITAL REQUIREMENTS AND BUFFERS INSTRUMENT 2025

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); and
(3) section 192XA (Rules applying to holding companies).

B. The rule-making powers referred to above are specified for the purpose of section 138G(2) (Rule-making instrument) of the Act.

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

Commencement

D. This instrument comes into force on 1 January 2026.

Citation

E. This instrument may be cited as the PRA Rulebook: CRR Firms: Leverage Ratio – Capital Requirements and Buffers Instrument 2025.

By order of the Prudential Regulation Committee

4 November 2025

Annex

Amendments to the Leverage Ratio - Capital Requirements and Buffers Part

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

1. **APPLICATION AND DEFINITIONS**

1.1 Unless otherwise stated, this Part applies to:

(1) every *CRR firm* that:

(a1) ~~on the *firm's* last *accounting reference date*~~, ~~had~~<u>has</u> *retail deposits* equal to or greater than ~~£50~~<u>£75</u> billion<u>, as determined in accordance with 1.1B</u>, on an individual basis; or

…

(1A) every *CRR consolidation entity* that:

(a) ~~on the *CRR consolidation entity's* last accounting reference date, had~~<u>has</u> *retail deposits* equal to or greater than ~~£50~~<u>£75</u> billion<u>, as determined in accordance with 1.1B</u>; or

…

in each case, on the basis of its *consolidated situation*; and

(2) a *ring-fenced body* that is required to comply with Parts Two and Three of the *CRR* on a *sub-consolidated basis* and that:

(a) ~~on its last *accounting reference date*~~, ~~had~~<u>has</u> *retail deposits* equal to or greater than ~~£50~~<u>£75</u> billion<u>, as determined in accordance with 1.1B</u>; or

…

<u>1.1B The *retail deposits* thresholds referred to in 1.1 above are determined on the basis of the arithmetic mean of the value of *retail deposits* held as at the three most recent *accounting reference dates* of the *firm* or *CRR consolidation entity* (as applicable). If the *firm* or *CRR consolidation entity* has been in existence for less than three years, the period for the calculation is the period during which the *firm* or *CRR consolidation entity* has existed.</u>

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