

PRA RULEBOOK: CRR FIRMS, NON-CRR FIRMS, SOLVENCY II FIRMS AND NON-SOLVENCY II FIRMS: SENIOR MANAGERS REGIME (AMENDMENT) INSTRUMENT 2026

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 59 (Approval for particular arrangements);
 - (2) section 60 (Applications for approval);
 - (3) section 63E (Certification of employees by authorised persons);
 - (4) section 64A (Rules of conduct);
 - (5) section 137G (The PRA’s general rules); and
 - (6) 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.

PRA Rulebook: CRR Firms, Non-CRR Firms, Solvency II Firms and Non-Solvency II Firms: Senior Managers Regime (Amendment) Instrument 2026

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

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Templates, Annexes and instruction documents

D. The rules in this instrument include any template, Annex or instruction document referred to in the rule. Where indicated by “[here](#)”, the rules when published electronically will include a hyperlink to the appropriate document.

Commencement

E. This instrument comes into force on 24 April 2026.

Citation

F. This instrument may be cited as the PRA Rulebook: CRR Firms, Non-CRR Firms, Solvency II Firms and Non-Solvency II Firms: Senior Managers Regime (Amendment) Instrument 2026.

By order of the Prudential Regulation Committee

8 April 2026

Annex A

Amendments to the Glossary Part

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

...

banking group company

in the following Parts:

- (1) Allocation of Responsibilities;
- (2) Certification; and
- (3) Senior Management Functions.

has the meaning given in section 81D of the Banking Act 2009.

...

controller

has the meaning given in section 422 of FSMA, read in conjunction with the Exemption Order.

...

Exemption Order

means the Financial Services and Markets Act 2000 (Controllers) (Exemption) Order 2009 (SI 2009/774).

...

nominated representative

means a person acting on behalf of the controller or appointed by the controller to ensure the controller's interests, in one or more aspects of the affairs of the firm in relation to its regulated activities, are represented.

...

~~senior insurance management function holder~~

~~means any person who is responsible for discharging a senior insurance management function.~~

...

senior manager

in the following Parts:

- (1) Allocation of Responsibilities;
- (2) Certification;
- (3) Conduct Rules; and
- (4) Senior Management Functions.

means a person who exercises executive functions and is responsible, and directly accountable to the directors, for the day-to-day management of a bank, building society, stabilisation vehicle or a banking group company.

...

stabilisation option

means any of the stabilisation options listed in section 1(3) of the Banking Act 2009.

stabilisation power

means any of the stabilisation powers listed in section 1(4) of the Banking Act 2009.

stabilisation vehicle

means a bridge bank as defined in section 12(1) of the Banking Act 2009 or an asset management vehicle as defined in section 12ZA(2) of the Banking Act 2009.

...

temporary public ownership stabilisation option

means the transfer to temporary public ownership in accordance with section 13 of the Banking Act 2009.

temporary replacement

means:

(1) in Senior Management Functions, the individual referred to in 2.3(1);

(2) in Insurance – Senior Management Functions, the individual referred to in 2.4(1);

(3) in Large Non-Solvency II Firms – Senior Management Functions, the individual referred to in 2.4(1); and

(4) in Non-Solvency II Firms – Senior Management Functions, the individual referred to in 2.3(1).

...

Annex B

Amendments to the Allocation of Responsibilities Part

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

1 APPLICATION AND DEFINITIONS

...

1.3 This Part does not apply to a function performed by:

- (1) a *person* acting as an insolvency practitioner within the meaning of section 388 of the Insolvency Act 1986;~~or~~
- (2) a *person* acting as a nominee in relation to a voluntary arrangement under Parts I (Company Voluntary Arrangements) and VIII (Individual Voluntary Arrangements) of the Insolvency Act 1986;~~or~~
- (3) a *person* acting as an insolvency practitioner within the meaning of Article 3 of the Insolvency (Northern Ireland) Order 1989;~~or~~
- (4) a *person* acting as a nominee in relation to a voluntary arrangement under Parts II (Company Voluntary Arrangements) and VIII (Individual Voluntary arrangements) of the Insolvency (Northern Ireland) Order 1989;~~;~~
- (5) a *person* acting as a resolution administrator appointed by the *Bank of England* in accordance with section 62B of the Banking Act 2009;
- (6) a *person* appointed by the *Bank of England* as a *director* or a *senior manager* to a *bank*, *building society*, *stabilisation vehicle* or *banking group company* for any purpose in connection with the exercise of a *stabilisation option*, or a *stabilisation power*; or
- (7) a *person* appointed by the *Treasury* as a *director* or a *senior manager* to a *bank*, *building society* or *banking group company* for any purpose in connection with the exercise of the *temporary public ownership stabilisation option*, throughout the period of two years beginning with the date of that appointment.

...

Annex C

Amendments to the Certification Part

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

1 APPLICATION AND DEFINITIONS

...

1.3 This Part does not apply to a function performed by:

...

(6) a *person* who performs an *FCA controlled function*; ~~or~~

(7) a *non-executive director* in relation to their *non-executive director* function; ~~;~~

(8) a person acting as a resolution administrator appointed by the Bank of England in accordance with section 62B of the Banking Act 2009;

(9) a person appointed by the Bank of England as a director or a senior manager to a bank, building society, stabilisation vehicle or a banking group company for any purpose in connection with the exercise of a stabilisation option, or a stabilisation power; or

(10) a person appointed by the Treasury as a director or a senior manager to a bank, building society or to a banking group company for any purpose in connection with the exercise of the temporary public ownership stabilisation option, throughout the period of two years beginning with the date of that appointment.

...

Annex D
Amendments to the Change in Control Part

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

1 APPLICATION AND DEFINITIONS

...

1.2 In this Part, the following definitions shall apply:

...

controller

~~has the meaning given in section 422 of FSMA, read in conjunction with the Exemption Order.~~

...

~~Exemption Order~~

~~means the Financial Services and Markets Act 2000 (Controllers) (Exemption) Order 2009 (SI 2009/774).~~

...

...

Annex E

Amendments to the Conduct Rules Part

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

1 APPLICATION AND DEFINITIONS

1.1 ...

(2) This Part only applies if P:

...

(e) is a *Conduct Rules non-executive director* of A; ~~or~~

(f) is a *person* in relation to whom a notice under *section 59ZZA* has been or could be given by the *PRA* to an *authorised person*; or

(g) is a *person* who would have required approval to perform a *senior management function* in relation to A under section 59 of *FSMA* but for the application of Senior Management Functions 1.3(5) to (7).

(3) 3.1 to 3.3 only apply to a *person* in (2)(a), (b), (c) or (f).

(4) 3.4 only applies to a *person* in (2)(a), (b), (c), (e) or (f).

...

Annex F

Amendments to the Fitness and Propriety Part

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

...

2 FITNESS AND PROPRIETY ASSESSMENTS BY FIRMS

...

2.7 (1) ...

(2) A *firm* (A) is not required to request references from an employer of P or any organisation referred to in (1) (such employer or organisation, B) where:

(a) A and B are members of the same ~~group~~ group; and

...

...

2.11 If a *firm* (A) previously obtained the information in 2.9 when it determined that a *person* (P) was fit and proper for the purposes of this Part, another *firm* (B) is not required to comply with 2.9 in respect of any subsequent appointment of P where:

(1) A and B are members of the same *group*;

(2) B engages P, such that P's appointment at B begins within 1 *month* of P's appointment at A ending; and

(3) there are adequate arrangements in place under which B has access to all information sources to which A has access to the extent necessary were B having to obtain the information in accordance with this Part.

...

PART EXTERNALLY DEFINED TERM

Term	Definition source
<u>group</u>	<u>Section 421 Financial Services and Markets Act 2000</u>

Annex G

Amendments to the Insurance – Conduct Standards Part

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

...

2 SCOPE OF CONDUCT STANDARDS

2.1 If you are a natural person who is:

- (1) an *employee* of a *firm* who is a *key function holder*;
 - (2) approved under section 59 of FSMA by either:
 - (a) the PRA; or
 - (b) the FCA, in relation to a *relevant senior management function*; ~~or~~
 - (3) a *person* in relation to whom a notice under section 59ZZA has been given by the PRA to an *authorised person*; or
 - (4) an *employee* of the type specified in 1.1(6)(f).
- you must comply at all times with all of the *conduct standards*.

...

2.1B If you are an *employee* of a type specified in 1.1(6)(c), (e), ~~(f)~~ or (g) you must comply at all times with the *conduct standards* specified in 3.1 to 3.3.

2.2 A *firm* must require:

...

- (3) any *notified non-executive director* to observe the *conduct standards* specified in 3.7 and 3.8, in addition to complying with (1); ~~and~~
- (4) an *employee* of a type specified in 1.1(6)(c); or (e) ~~or (f)~~ to observe the *conduct standards* specified in 3.1 to 3.3; and
- (5) an *employee* of a type specified in 1.1(6)(f) to observe the *conduct standards* specified in 3.4 to 3.8, in addition to complying with (1).

...

Annex H

Amendments to the Insurance – Fitness and Propriety Part

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

...

2 FITNESS AND PROPRIETY ASSESSMENTS BY FIRMS

...

2.8 If a *firm* (A) previously obtained the information in 2.4 when it determined that a *person* (P) was fit and proper for the purposes of this Part, another *firm* (B) is not required to comply with 2.4 in respect of any subsequent appointment of P where:

- (1) A and B are members of the same *group*;
- (2) B engages P, such that P's appointment at B begins within 1 *month* of P's appointment at A ending; and
- (3) there are adequate arrangements in place under which B has access to all information sources to which A has access to the extent necessary were B having to obtain the information in accordance with this Part.

...

Annex I

Amendments to the Insurance – Senior Management Functions Part

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

...

2 GENERAL

...

2.4 To the extent that:

- (1) a *firm* appoints an individual ~~person~~ who is an *employee of the firm* to perform a *key function* which, but for this rule, would be a *PRA senior management function*;
- (2) the appointment is solely to provide cover for a *PRA senior management function holder* who is an individual and whose absence is:
 - (a) temporary; or
 - (b) reasonably unforeseen; and
- (3) the appointment is for less than 12 weeks in a consecutive 12-~~month~~month period, the description of the applicable *PRA senior management function* does not relate to those activities of that *person*.

2.4A In this Chapter, a *PRA senior management function holder* being absent includes the *PRA senior management function holder* ceasing to perform their *PRA senior management function*.

2.4B (1) This rule deals with an appointment by a *firm* under 2.4 where:

- (a) the absence is reasonably unforeseen; or
- (b) an absence of over 12 weeks is reasonably unforeseen.
- (2) If, before the period under 2.4(3) would have expired but for this rule, the *firm* makes a valid and complete application for the approval for the performance by a *person* of the *PRA senior management function* that was performed by the absent *PRA senior management function holder*:
 - (a) the period for which the function performed by the *temporary replacement* is not a *PRA senior management function* is extended until that application is finally determined; and
 - (b) the period for which the *temporary replacement* may perform the function without approval is extended accordingly.
- (3) An application is finally determined for the purposes of (2) when:
 - (a) the application is withdrawn;
 - (b) the *PRA* grants the application;
 - (c) where the *PRA* has refused or not granted the application and the matter is not referred to *the Tribunal*, when the time for referring the matter to *the Tribunal* has expired; or
 - (d) where the *PRA* has refused or not granted the application and the matter is referred to *the Tribunal*, when the reference, and any appeal against *the Tribunal's* determination has been fully disposed of.
- (4) The reference to 'not granted' in (3)(c) and (d) includes a situation where the *PRA* has granted an application subject to conditions or for a limited period (or both).

...

- 2.8 (1) A *firm* (~~other than a UK ISPV~~) must take all reasonable steps to ensure that before a *person* begins to perform:

(a) a *PRA senior management function*; or

(b) new or revised responsibilities in performance of a *PRA senior management function*,

that *person* is provided with all of the information and materials that the *person* may reasonably expect in order to perform that *PRA senior management function* or those new or revised responsibilities effectively and in accordance with the *regulatory system*.

...

5 GROUP ENTITIES

- 5.1 The *Group Entity Senior Manager function* (SMF7) is the function of having a significant influence on the management or conduct of one or more aspects of the affairs of a *firm* in relation to its *regulated activities* (other than in the course of the performance of another *PRA senior management function*) and which is performed by ~~a person employed by, or an officer of:~~

(1) ~~a parent undertaking or holding company of a firm; or [deleted]~~

(2) ~~another undertaking which is a member of the firm's group. [deleted]~~

(1A) an employee, or an officer of:

(a) a parent undertaking or holding company of a firm; or

(b) another undertaking which is a member of the firm's group; or

(2A) a controller or a nominated representative.

...

Annex J

Amendments to the Large Non-Solvency II Firms – Conduct Standards Part

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

...

2 SCOPE OF CONDUCT STANDARDS

2.1 If you are a natural person who is:

- (1) an *employee* of a *firm* who is a *key function holder*; ~~or~~
- (2) approved under section 59 of *FSMA* by either:
 - (a) the *PRA*; or
 - (b) the *FCA*, in relation to a *relevant senior management function*; or
- (3) an *employee* of the type specified in 1.1(3)(f).

you must comply at all times with all of the *conduct standards*.

...

2.1B If you are an *employee* of a type specified in 1.1(3)(c); or (e) ~~or (f)~~ you must comply at all times with the *conduct standards* specified in 3.1 to 3.3.

2.2 A *firm* must require:

- (1) any *person* performing a *key function* to observe the *conduct standards* specified in 3.1 to 3.3;
- (2) any *key function holder* (other than a *notified non-executive director*) to observe the *conduct standards* specified in 3.4 to 3.8, in addition to complying with (1);
- (3) any *notified non-executive director* to observe the *conduct standards* specified in 3.7 and 3.8, in addition to complying with (1); ~~and~~
- (4) an *employee* of a type specified in 1.1(3)(c); or (e) ~~or (f)~~ to observe the *conduct standards* specified in 3.1 to 3.3; and
- (5) an *employee* of a type specified in 1.1(3)(f) to observe the *conduct standards* specified in 3.4 to 3.8 in addition to complying with (1).

...

Annex K

Amendments to the Large Non-Solvency II Firms – Fitness and Propriety Part

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

...

2 FITNESS AND PROPRIETY ASSESSMENTS BY FIRMS

...

2.8 If a *firm* (A) previously obtained the information in 2.4 when it determined that a *person* (P) was fit and proper for the purposes of this Part, another *firm* (B) is not required to comply with 2.4 in respect of any subsequent appointment of P where:

- (1) A and B are members of the same *group*;
- (2) B engages P, such that P's appointment at B begins within 1 *month* of P's appointment at A ending; and
- (3) there are adequate arrangements in place under which B has access to all information sources to which A has access to the extent necessary were B having to obtain the information in accordance with this Part.

...

Annex L

Amendments to the Large Non-Solvency II Firms – Senior Management Functions Part

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

...

2 GENERAL

...

2.4 To the extent that:

- (1) a *firm* appoints an individual ~~person~~ who is an *employee* of the *firm* to perform a *key function* which, but for this rule, would be a *PRA senior management function*;
- (2) the appointment is solely to provide cover for a *PRA senior management function holder* who is an individual and whose absence is:
 - (a) temporary; or
 - (b) reasonably unforeseen; and
- (3) the appointment is for less than 12 weeks in a consecutive 12-month period, the description of the applicable *PRA senior management function* does not relate to those activities of that *person*.

2.4A In this Chapter, a *PRA senior management function holder* being absent includes the *PRA senior management function holder* ceasing to perform their *PRA senior management function*.

2.4B (1) This rule deals with an appointment by a *firm* under 2.4 where:

- (a) the absence is reasonably unforeseen; or
 - (b) an absence of over 12 weeks is reasonably unforeseen.
- (2) If, before the period under 2.4(3) would have expired but for this rule, the *firm* makes a valid and complete application for the approval for the performance by a *person* of the *PRA senior management function* that was performed by the absent *PRA senior management function holder*:
- (a) the period for which the function performed by the *temporary replacement* is not a *PRA senior management function* is extended until that application is finally determined; and
 - (b) the period for which the *temporary replacement* may perform the function without approval is extended accordingly.
- (3) An application is finally determined for the purposes of (2) when:
- (a) the application is withdrawn;
 - (b) the *PRA* grants the application;
 - (c) where the *PRA* has refused or not granted the application and the matter is not referred to *the Tribunal*, when the time for referring the matter to *the Tribunal* has expired; or
 - (d) where the *PRA* has refused or not granted the application and the matter is referred to *the Tribunal*, when the reference, and any appeal against *the Tribunal's* determination has been fully disposed of.
- (4) The reference to 'not granted' in (3)(c) and (d) includes a situation where the *PRA* has granted an application subject to conditions or for a limited period (or both).

...

5 GROUP ENTITIES

5.1 The *Group Entity Senior Manager function* (SMF7) is the function of having a significant influence on the management or conduct of one or more aspects of the affairs of a *firm* in relation to its *regulated activities* (other than in the course of the performance of another *PRA senior management function*) and which is performed by ~~a person employed by, or an officer of:~~

(1) ~~a parent undertaking or holding company of a firm; or [deleted]~~

(2) ~~another undertaking which is a member of the firm's group. [deleted]~~

(1A) an employee, or an officer of:

(a) a parent undertaking or holding company of a firm; or

(b) another undertaking which is a member of the firm's group; or

(2A) a controller or a nominated representative.

...

Annex M

Amendments to the Non-Solvency II Firms – Conduct Standards Part

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

...

1A SCOPE OF CONDUCT STANDARDS

...

1A.3 If you are an *employee* of a type specified in 1.1(2)(c); or 1.1(2)(d) ~~or 1.1(2)(e)~~ you must comply at all times with the *conduct standards* specified in 2.1 to 2.3.

1A.3A If you are an *employee* of a type specified in 1.1(2)(e) you must comply at all times with all of the *conduct standards*.

1A.4 A *firm* must require:

- (1) a natural *person* of a type specified in 1.1(2)(b) to observe all of the *conduct standards*; ~~and~~
- (2) an *employee* of a type specified in 1.1(2)(c); or 1.1(2)(d) ~~or 1.1(2)(e)~~ to observe the *conduct standards* specified in 2.1 to 2.3; and
- (3) an *employee* of a type specified in 1.1(2)(e) to observe all of the *conduct standards*.

...

Annex N

Amendments to the Non-Solvency II Firms – Fitness and Propriety Part

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

...

2 FITNESS AND PROPRIETY ASSESSMENTS BY FIRMS

...

2.6 ~~If a *firm* (A) previously obtained the information in 2.4 when it determined that a *person* (P) was fit and proper for the purposes of this Part, another *firm* (B) is not required to comply with 2.4 in respect of any subsequent appointment of P where:~~

- (1) A and B are members of the same *group*;
- (2) B engages P, such that P's appointment at B begins within 1 *month* of P's appointment at A ending; and
- (3) there are adequate arrangements in place under which B has access to all information sources to which A has access to the extent necessary were B having to obtain the information in accordance with this Part.

...

Annex O

Amendments to the Non-Solvency II Firms – Senior Management Functions Part

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

...

2 GENERAL

...

2.3 To the extent that:

- (1) a *firm* appoints an individual ~~person~~ who is an *employee* of the *firm* to perform a function which, but for this rule, would be a ~~senior insurance management function~~ PRA senior management function;
- (2) the appointment is solely to provide cover for a *PRA senior management function holder* who is an individual and whose absence is:
 - (a) temporary; or
 - (b) reasonably unforeseen; and
- (3) the appointment is for less than 12 weeks in a consecutive 12-month period,
the description of the applicable *PRA senior management function* does not relate to those activities of that *person*.

2.3A In this Chapter, a *PRA senior management function holder* being absent includes the *PRA senior management function holder* ceasing to perform their *PRA senior management function*.

2.3B (1) This rule deals with an appointment by a *firm* under 2.3 where:

- (a) the absence is reasonably unforeseen; or
- (b) an absence of over 12 weeks is reasonably unforeseen.
- (2) If, before the period under 2.3(3) would have expired but for this rule, the *firm* makes a valid and complete application for the approval for the performance by a *person* of the *PRA senior management function* that was performed by the absent *PRA senior management function holder*:
 - (a) the period for which the function performed by the *temporary replacement* is not a *PRA senior management function* is extended until that application is finally determined; and
 - (b) the period for which the *temporary replacement* may perform the function without approval is extended accordingly.
- (3) An application is finally determined for the purposes of (2) when:
 - (a) the application is withdrawn;
 - (b) the *PRA* grants the application;
 - (c) where the *PRA* has refused or not granted the application and the matter is not referred to *the Tribunal*, when the time for referring the matter to *the Tribunal* has expired; or
 - (d) where the *PRA* has refused or not granted the application and the matter is referred to *the Tribunal*, when the reference, and any appeal against *the Tribunal's* determination has been fully disposed of.

(4) The reference to 'not granted' in (3)(c) and (d) includes a situation where the PRA has granted an application subject to conditions or for a limited period (or both).

...

Annex P

Amendments to the Notifications Part

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

...

11 CONDUCT RULES: NOTIFICATIONS

...

11.3 If a *firm* is required to notify the *PRA* under 11.2 in respect of ~~either~~:

(1) *persons performing certification functions*; ~~or~~

(2) *Conduct Rules non-executive directors*; or

(3) a temporary replacement.

it must do so within seven business days of the point at which it determined the relevant requirement applied, by submitting Form L. A *firm* must not unreasonably delay its determination of whether or not the requirement applies.

...

11.9 (1) Form C may be found here.

(2) Form D may be found here.

(3) Form L may be found ~~here~~ [here](#).

...

Annex Q

Amendments to the Senior Management Functions Part

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

1 APPLICATION AND DEFINITIONS

...

1.3 This Part does not apply to a function performed by:

- (1) a *person* acting as an insolvency practitioner within the meaning of section 388 of the Insolvency Act 1986;~~or~~
- (2) a *person* acting as a nominee in relation to a voluntary arrangement under Parts I (Company Voluntary Arrangements) and VIII (Individual Voluntary Arrangements) of the Insolvency Act 1986;~~or~~
- (3) a *person* acting as an insolvency practitioner within the meaning of Article 3 of the Insolvency (Northern Ireland) Order 1989;~~or~~
- (4) a *person* acting as a nominee in relation to a voluntary arrangement under Parts II (Company Voluntary Arrangements) and VIII (Individual Voluntary arrangements) of the Insolvency (Northern Ireland) Order 1989;~~or~~
- (5) a *person* acting as a resolution administrator appointed by the *Bank of England* in accordance with section 62B of the Banking Act 2009;
- (6) a *person* appointed by the *Bank of England* as a *director* or a *senior manager* to a *bank*, *building society*, *stabilisation vehicle* or a *banking group company* for any purpose in connection with the exercise of a *stabilisation option*, or a *stabilisation power*; or
- (7) a *person* appointed by the *Treasury* as a *director* or a *senior manager* to a *bank*, *building society* or to a *banking group company* for any purpose in connection with the exercise of the *temporary public ownership stabilisation option*, throughout the period of two years beginning on the date of that appointment.

2 GENERAL

...

2.3 To the extent that,

- (1) a *firm* appoints an individual ~~person~~ who is an *employee* of the *firm* to perform a function which, but for this rule, would be a *PRA senior management function*;
- (2) the appointment is solely to provide cover for a *PRA approved person* who is an individual and whose absence is:
 - (a) temporary; or
 - (b) reasonably unforeseen; and
- (3) the appointment is for less than 12 weeks in a consecutive 12-~~month~~month period, the description of that *PRA senior management function* does not relate to those activities of that *person*.

2.3A In this Chapter, a *PRA approved person* being absent includes the *PRA approved person* ceasing to perform their *PRA senior management function*.

2.3B (1) This rule deals with an appointment by a *firm* under 2.3 where:

- (a) the absence is reasonably unforeseen; or
- (b) an absence of over 12 weeks is reasonably unforeseen.
- (2) If, before the period under 2.3(3) would have expired but for this rule, the firm makes a valid and complete application for the approval for the performance by a person of the PRA senior management function that was performed by the absent PRA approved person:
- (a) the period for which the function performed by the temporary replacement is not a PRA senior management function is extended until that application is finally determined; and
- (b) the period for which the temporary replacement may perform the function without approval is extended accordingly.
- (3) An application is finally determined for the purposes of (2) when:
- (a) the application is withdrawn;
- (b) the PRA grants the application;
- (c) where the PRA has refused or not granted the application and the matter is not referred to the Tribunal, when the time for referring the matter to the Tribunal has expired; or
- (d) where the PRA has refused or not granted the application and the matter is referred to the Tribunal, when the reference, and any appeal against the Tribunal's determination has been fully disposed of.
- (4) The reference to 'not granted' in (3)(c) and (d) includes a situation where the PRA has granted an application subject to conditions or for a limited period (or both).

...

5 GROUP ENTITIES

- 5.1 This Chapter does not apply to a *credit union*.
- 5.2 The *Group Entity Senior Manager function* (SMF7) is the function of having a significant influence on the management or conduct of one or more aspects of the affairs of a *firm* in relation to its *regulated activities* (other than in the course of the performance of another *PRA senior management function*) and which is performed by a ~~person employed by, or an officer of:~~
- (1) ~~a parent undertaking or holding company of a firm; or [deleted]~~
- (2) ~~another undertaking which is a member of the firm's group. [deleted]~~
- (1A) an employee, or an officer of:
- (a) a parent undertaking or holding company of a firm; or
- (b) another undertaking which is a member of the firm's group; or
- (2A) a controller or a nominated representative.

...

GLOSSARY EXTERNALLY DEFINED TERM

Term	Definition source
<u>the Tribunal</u>	<u>Section 417 Financial Services and Markets Act 2000</u>