

HANDBOOK ADMINISTRATION INSTRUMENT (NO 1) 2014**Powers exercised by the Board of the Prudential Regulation Authority (PRA)**

- A. The Prudential Regulation Authority makes this instrument in the exercise of the following powers and related provisions in 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 power referred to above is specified for the purpose of section 138G(2) (Rule-making instruments) of the Act.

Commencement

- C. This instrument comes into force on 3 March 2014, except for Annex C which comes into force on 26 April 2014.

Amendments

- D. The rules in the modules of the PRA’s Handbook listed in column (1) below are amended in accordance with the Annexes to this instrument listed in column (2).
- E. The Prudential Regulation Authority gives as guidance each provision in the Annexes listed in column (2) that is marked with a G.

(1)	(2)
Glossary of definitions	Annex A
Senior Management Arrangements, Systems and Controls sourcebook (SYSC)	Annex B
Prudential sourcebook for Mortgage and Home Finance Firms, and Insurance Intermediaries (MIPRU)	Annex C
Interim Prudential sourcebook for Insurers (IPRU (INS))	Annex D
Supervision manual (SUP)	Annex E
Credit Unions sourcebook (CREDS)	Annex F

Citation

- E. This instrument may be cited as the Handbook Administration Instrument (No 1) 2014.

By order of the Board of the Prudential Regulation Authority

28 February 2014

Annex A

Amendments to the Glossary of definitions

In this Annex, striking through indicates deleted text.

Amend the following as shown:

- trading day*
- (1) ~~(in *MAR 7* (Disclosure of information on certain trades undertaken outside a regulated market or MTF) and *SUP 17* (Transaction reporting)) in relation to post trade information to be made public about a share under *MAR 7.2.10 EU*, any day of normal trading in a share on a *trading venue* in the *relevant liquid market* for this share.~~
[Note: article 4(2) of the *MiFID Regulation*]
 - (2) other than in (1) or (3), a day included in the calendar of trading days published by the *appropriate regulator* at [web address tbc]
 - (3) ~~(in *FINMAR*) as defined in article 2(1)(p) of the *short selling regulation*, a trading day as referred to in article 4 of Regulation (EC) No 1287/2006.~~

...

Annex B

Amendments to the Senior Management Arrangements, Systems and Controls sourcebook (SYSC)

In this Annex, underlining indicates new text and striking through indicates deleted text.

1 Annex 1 Detailed application of SYSC

...

Provision SYSC 6	COLUMN A ...	COLUMN A+ ...	COLUMN A++ ...	COLUMN B ...
...				
SYSC 6.3.11G	Guidance [deleted]	Guidance [deleted]	Guidance [deleted]	Guidance [deleted]

Annex C

Amendments to the Prudential sourcebook for Mortgage and Home Finance Firms, and Insurance Intermediaries (MIPRU)

Comes into force on 26 April 2014

- 4.2A.5 R Any arrangements entered into on or after ~~[date to be confirmed]~~ 26 April 2014 which increase the amount of a loan already advanced or change the security to a loan already advanced or change the contractual terms (other than if the *firm* is exercising forbearance) of a loan already advanced will be subject to the credit risk capital requirement under *MIPRU* 4.2A.4R(2)(a) provided that, where the arrangements only increase the amount of a loan already advanced, such requirement shall only apply to the amount of such increase.

...

Annex D

Amendments to the Interim Prudential sourcebook for Insurers (IPRU (INS))

In this Annex, underlining indicates new text and striking through indicates deleted text.

Appendix 9.6 (rules 9.34 and 9.35)

...

2 Subject to 3, if the insurer carries on long-term insurance business, the certificate required by rule 9.34(1) must also state that –

(a) ...

...

(d) the directors have, in preparing the return, taken and paid due regard to -

(i) advice from every *actuary* appointed by the *insurer* to perform the *actuarial function* in accordance with SUP 4.3.13R; and

(ii) if applicable, -advice from every *actuary* appointed by the *insurer* to perform the *with-profits actuary function* in accordance with SUP 4.3.16AR of the FCA Handbook and SUP 4.3.16R of the PRA Handbook.

...

Annex E

Amendments to the Supervision manual (SUP)

In this Annex, underlining indicates new text and striking through indicates deleted text.

2 Information gathering by the ~~FSA~~ FCA or PRA on its own initiative

...

13.8 Changes of details: provision of notices to the appropriate UK regulator

- 13.8.1 R (1) Where a firm is required to submit a notice of a change to a branch referred to in ... or a notice of a change to cross border services referred to in ... ~~SUP 13.7.13G~~ 13.7.13BG ... it must complete and submit that notice in accordance with the procedures set out in *SUP* 13.5 for notifying the establishing of a branch or the provision of cross border services.

...

13 Annex 1R **Passporting: Notification of intention to establish a branch in another EEA state**

This annex consists of only one or more forms. Forms can be completed online now by visiting:

<http://www.bankofengland.co.uk/pr/Pages/authorisations/passporting/notifying.aspx> for a *PRA-authorised person* or <http://www.fca.org.uk/firms/being-regulated/passporting/notification-forms> for an *FCA-authorised person*.

...

...

- 16.12.33 R Financial reports from a member of a financial conglomerate (see *SUP* 16.12.32R)

Content of Report	Form (Note 1)	Frequency	Due Date
...
Note 2	<p>If <u>In respect of <i>FCA-authorised persons</i>, if Part 1 of <i>GENPRU</i> 3 Annex 1R(method 1), or Part 2 of <i>GENPRU</i> 3 Annex 1R (method 2), or Part 3 of <i>GENPRU</i> 3 Annex 1R (method 3) applies, there is no specific form. Adequate information must be provided, specifying the calculation method used and each <i>financial conglomerate</i> for which the <i>appropriate regulator</i> is the <i>co-ordinator</i> must discuss with the <i>appropriate regulator</i> the form which this reporting will take and the</u></p>		

	extent to which verification by an auditor will be required.
...	

16 Annex 24R Data items for SUP 16.12

FIN066 and FIN067 are deleted in their entirety (the text of these forms is not shown).

Annex F

Amendments to the Credit Unions Sourcebook (CREDS)

In this Annex, underlining indicates new text and striking through indicates deleted text.

- 1.1.1 G (1) The Credit Unions ~~New Sourcebook~~ sourcebook, *CREDS* for short, is the specialist sourcebook for credit unions.

...

Appendix 1 Key definitions

CREDS the Credit Unions ~~New~~ sourcebook.