

PRA RULEBOOK: CRR FIRMS: INVESTMENT FIRMS PRUDENTIAL REGIME INSTRUMENT 2021

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: CRR Firms: Investment Firms Prudential Regime Instrument 2021

- D. The PRA makes the rules in the Annex.

Commencement

- E. This instrument comes into force on 1 January 2022.

Citation

- F. This instrument may be cited as the PRA Rulebook: CRR Firms: Investment Firms Prudential Regime Instrument 2021.

By order of the Prudential Regulation Committee

23 November 2021

Annex

Amendments to the Definition of Capital Part

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

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12 BASE CAPITAL RESOURCES REQUIREMENT

12.1 A *CRR firm* must maintain at all times capital resources equal to or in excess of the base capital resources requirement set out in the table below:

Firm category	Amount: Currency equivalent
<i>bank</i>	€5 million
<i>small specialist bank</i>	The higher of €1 million and £1 million
<i>building society</i>	The higher of €1 million and £1 million
<i>designated investment firm</i>	€730,000 <u>£750,000</u>