

**PRA RULEBOOK: SOLVENCY II FIRMS: MINIMUM CAPITAL REQUIREMENT 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: Solvency II Firms: Minimum Capital Requirement Instrument 2021**

- D. The PRA amends the rule in the Annex to this instrument.

**Commencement**

- E. This instrument comes into force on 31 December 2021.

**Citation**

- F. This instrument may be cited as the PRA Rulebook: Solvency II Firms: Minimum Capital Requirement Instrument 2021.

**By order of the Prudential Regulation Committee**

14 December 2021

## ANNEX

## Amendment to the Minimum Capital Requirement Part

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

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#### **4 FREQUENCY AND REPORTING IN RELATION TO THE MINIMUM CAPITAL REQUIREMENT**

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- 4.1 A *firm* must calculate the *MCR* at least quarterly and report the results of that calculation to the *PRA* at least quarterly in accordance with the requirements laid down in Reporting 2.1 to 2.5.

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