

## Chapter 2

# The Statements of Principle for Approved Persons

## 2.1A The Statements of Principle

**2.1A.1** **G** ■ APER 2.1A.3R sets out the *Statements of Principle* issued by the FCA to which ■ APER 1.2.1A G refers and to which the provisions of the *Code of Practice for Approved Persons* in ■ APER 3 and ■ APER 4 apply.

**2.1A.2** **R** An *approved person* will not be subject to a *Statement of Principle* to the extent that it would be contrary to the UK's obligations under a *Single Market Directive*, the *auction regulation* or the *benchmarks regulation*.

**2.1A.3** **R** Statements of Principle issued under section 64A(1)(a) of the Act

### Statement of Principle 1

An *approved person* must act with integrity in carrying out his *accountable functions*.

### Statement of Principle 2

An *approved person* must act with due skill, care and diligence in carrying out his *accountable functions*.

### Statement of Principle 3

An *approved person* must observe proper standards of market conduct in carrying out his *accountable functions*.

### Statement of Principle 4

An *approved person* must deal with the FCA, the PRA and other regulators in an open and cooperative way and must disclose appropriately any information of which the FCA or the PRA would reasonably expect notice.

### Statement of Principle 5

An *approved person* performing an *accountable higher management function* must take reasonable steps to ensure that the business of the *firm* for which they are responsible in their *accountable function* is organised so that it can be controlled effectively.

### Statement of Principle 6

An *approved person* performing an *accountable higher management function* must exercise due skill, care and diligence in managing the business of the *firm* for which they are responsible in their *accountable function*.

### Statement of Principle 7

An *approved person* performing an *accountable higher management function* must take reasonable steps to ensure that the business of the *firm* for which they are responsible in their *accountable function* complies with the relevant requirements and standards of the *regulatory system*.



**2.1B The Statements of Principle**

2.1B.1 **G**

2.1B.2 **P**

2.1B.3 **P**

