

Chapter 15

Prudential requirements

Purpose

15.10.2 **G** This section also has *rules* requiring a *firm* to identify, assess and document:

- (1) risks to it being able to meet its liabilities as the fall due;
- (2) how it intends to mitigate these risks; and
- (3) the amount and nature of financial resources that the *firms* consider necessary to address any remaining risks.

Systems, strategies, processes

- (1) the nature and level of the risks to which it is or might be exposed:
and
- (2) the risk that the *firm* might not be able to meet its *core capital resources requirement* and *general solvency requirement* in the future.

- (1) the major sources of risk identified in accordance with **FPCOB 15.10.4R**; and
- (2) how it intends to deal with those risks.

- 15.10.6 **R** A *firm* must retain the records of its assessments referred to in **■ FPCOB 15.10.5R** for at least 3 years.
- 15.10.7 **G** The *FCA* may review the written record of the assessment as set out under **■ FPCOB 15.10.5R** as part of its own assessment of the adequacy of a *firm's* financial resources as part of its day-to-day supervision of *firms*.