

# Chapter 1

## Introduction

1.1 Application and purpose

1.1.1

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- (1) The application of this sourcebook is summarised at a high level in the following table. The detailed application is provided in each chapter.
- | Type of firm   | Applicable chapters       |
|--|---------------------------|
| <i>full-scope UK AIFM of an unauthorised AIF</i>             | Chapters 1, 3 and 10      |
| <i>full-scope UK AIFM of an authorised AIF</i>               | Chapters 1, 3 and 10      |
| <i>full-scope UK AIFM of an LTIF</i>                         | Chapters 1, 3, 4.2 and 10 |
| <i>full-scope UK AIFM of a non-UK AIF</i>                    | Chapters 1, 3 and 10      |
| <i>small authorised UK AIFM of an authorised AIF</i>         | Chapter 1                 |
| <i>small authorised UK AIFM of an unauthorised AIF</i>       | Chapter 1                 |
| <i>depository of an AIF managed by a full-scope UK AIFM</i>  | Chapters 1 and 3          |
| <i>depository of an LTIF managed by a full-scope UK AIFM</i> | Chapters 1, 3 and 4.2     |
- (2) A residual CIS operator is not subject to the requirements in FUND.
- (3) ■ FUND 10 will apply to a UK AIFM which intends to *market* on a cross-border basis.

1.1.2

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**Compatibility with AIFMD and the AIFMD level 2 regulation**.....  
*Handbook rules* which conflict with either a *rule* which transposed *AIFMD* or a provision in the *AIFMD level 2 regulation* are modified to the extent necessary to be compatible with those *rules* and provisions.

1.1.3

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**Interaction between FUND and COLL**.....  
A *full-scope UK AIFM* of an *authorised AIF* is subject to the requirements in *FUND* and *COLL*. The effect of ■ FUND 1.1.2 R is that if a *rule* in *COLL* which applies to a *UK AIFM*, an *ICVC* that is an *AIF*, or a *UK depository* of an *AIF* conflicts with either a *rule* in *FUND* transposing *AIFMD* or the *AIFMD level 2 regulation*, the *COLL rule* is modified to the extent necessary to be compatible with the *FUND rule* or the *AIFMD level 2 regulation*.