

Chapter 5

Financial resources

5.3 Financial resources

Own funds

- 5.3.1 **R** A *firm* must calculate its **own funds** in accordance with ■ IPRU-INV 5.8, unless the *firm* has a *Part 4A permission for acting as trustee or depositary of a UK UCITS*.
- 5.3.2 **R** For a *firm* that has a *Part 4A permission for acting as trustee or depositary of a UK UCITS*, *own funds* has the meaning in article 4(1)(118) of the *EU CRR*.

Liquid capital

- 5.3.3 **R**
- (a) A *firm* must calculate its **liquid capital** in accordance with ■ IPRU-INV 5.8.
 - (b) In addition to the above, a *firm* whose **permitted business** includes *establishing, operating or winding up a personal pension scheme* must comply with:
 - (i) the requirements in relation to the realisability of **liquid capital** found in Note 2 of ■ IPRU-INV 5.9.1R; and
 - (ii) the limitation in respect of Item 14 of ■ IPRU-INV 5.8.2R, not to include net **trading book** profits in the *firm's liquid capital* calculation.