

Interim Prudential sourcebook for Investment Businesses

IPRU-INV TP 1

Table: Transitional provisions applying to IPRU(INV)

(1)	(2) Material to which the transitional provision applies	(3)	(4) Transitional provision	(5) Transitional provision: dates in force	(6) Handbook pro- vision: coming into force
1			[Deleted:	[Deleted:	[Deleted:
2			[Deleted]	[Deleted]	[Deleted]
3	IPRU-INV 9.2.5R and IPRU-INV 13.1.4(2)R (b)	R	[expired]		
4	13.1.21 and 13.1.23	R	[expired]		
5	IPRU-INV 11	R	[Deleted] [expired]		
6	The changes to <i>IPRU-INV</i> in Annex J of the Al- ternative Investment Fund Man- agers Dir- ective In- strument 2013 and Annex C of the Capital Require- ments Dir- ective IV (AIFMD and UCITS Con- sequential Amend- ments) In- strument 2013	R	[Deleted] [expired]		
			[deleted]		

(1)	(2) Material to which the transitional provision applies	(3)	(4) Transitional provision	(5) Transitional provision: dates in force	(6) Handbook provision: coming into force
7	IPRU-INV 11	R			
8	[spent]	[spent]	[spent]	[spent]	[spent]
9	[spent]	[spent]	[spent]	[spent]	[spent]
10	IPRU(INV) 12	R	[deleted]		
11	IPRU(INV) 12.2.6R(1)	R	[expired]		
12	IPRU(INV) 12.3.5R	R	[expired]		
13	IPRU-INV 13.1A.3R(2)	R	[expired]		
14	IPRU-INV 13.1A.4R(2)	R	[expired]		

(1)	(2) Material to which the transitional provision applies	(3)	(4) Transitional provision	(5) Transitional provision: dates in force	(6) Handbook provision: coming into force
15	IPRU-INV 13.13.2R(2)(a)	R	[expired]		
16	IPRU-INV 13.13.3R(2)(a)	R	[expired]		
17	IPRU-INV 13.15.9R and IPRU-INV 13.15.10R	R	[expired]		
18	IPRU(INV) 5.4.3R(i)(ib)	R	[expired]		
19	IPRU(INV) 5.4.8R	R	[expired]		
20	IPRU(INV) 13.1.20AR and 13.1.20CR	R	The <i>rules</i> referred to in column (2) only apply to a policy effected (including any renewal) after 1 June 2019.	From 1 June 2019 indefinitely	1 June 2019
21	IPRU(INV) 9.2.5R and IPRU(INV) 13.1.10R	R	The new <i>limits of indemnity</i> apply to a professional indemnity policy or a comparable guarantee agreement commenced, renewed or extended with effect from or after 1 August 2021. Any other existing non-annual arrangements must be aligned with the new <i>limits of indemnity</i> before 1 August 2022.	1 August 2021 to 31 July 2022	1 August 2021
22	IPRU(INV) 5.6.5R, IPRU(INV) 13.15.8R and IPRU(INV) Annex D	R	The changes made on 1 January 2022 to the Prescribed Subordinated Loan Agreement and the form of subordinated loan in IPRU(INV) Annex D 5.1 and 13.1 apply only to agreements entered into on or after 1 January 2022. Agreements entered into prior to 1 January 2022 are subject to IPRU(INV) Annex D as it applied prior to 1 January 2022, except that a <i>firm</i> may replace any reference to LIBOR in such agreements with a fair replacement rate.	From 1 January 2022 indefinitely	1 January 2022
23	IPRU(INV) 5.6.5R, IPRU(INV) 13.15.8R and IPRU(INV) Annex D	G	The standard subordinated loan agreements for 5 and 13 contained references to LIBOR, for example in the context of the maximum rate of interest that could be charged under the agreement.	From 1 January 2022 indefinitely	1 January 2022

(1)	(2) Material to which the transitional provision applies	(3)	(4) Transitional provision	(5) Transitional provision: dates in force	(6) Handbook provision: coming into force
			<p>LIBOR is being wound down, and the <i>FCA</i> is encouraging <i>firms</i> to take appropriate action to transition to alternative rates.</p> <p>The purpose of the transitional in row 22 is to allow <i>firms</i> to amend their existing subordinated loan agreements to transition from LIBOR to a fair replacement rate. New agreements will be subject to the new standard forms, which do not refer to LIBOR.</p>		