

Chapter 4

Own funds requirements

4.1 Application

- 4.1.1
- R
- This chapter applies to:
 - (1) a *MIFIDPRU investment firm*; and
 - (2) a *UK parent entity* that is required by [MIFIDPRU 2.5.7R](#) to comply with [MIFIDPRU 4](#) on the basis of its *consolidated situation*.
- 4.1.2
- R
- Where this chapter applies to a *UK parent entity* under [MIFIDPRU 4.1.1R\(2\)](#), it applies with the following modifications:
 - (1) [MIFIDPRU 4.2.1R](#) (Initial capital requirement) does not apply; and
 - (2) any reference to a “*firm*” or “*MIFIDPRU investment firm*” in this chapter is to the hypothetical single *MIFIDPRU investment firm* created under the *consolidated situation*.
- 4.1.3
- G
- [MIFIDPRU 2.5](#) contains additional *guidance* on how a *UK parent entity* should apply the requirements in this chapter on a *consolidated basis*.