



Part

BENCHMARKING OF INTERNAL APPROACHES

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Rule 2.2 comes into force on the date specified by a subsequent PRA Board Instrument

1 APPLICATION AND DEFINITIONS

- 1.1 This Part applies to every *firm* that is a *CRR firm*.
- 1.2 Unless otherwise defined, any italicised expression used in this Part and in the *CRD* has the same meaning as in the *CRD*.

2 SUPERVISORY BENCHMARKING OF INTERNAL APPROACHES FOR CALCULATING OWN FUNDS REQUIREMENTS

- 2.1 Except for *operational risk*, a *firm* that is permitted to use *internal approaches* for the calculation of risk weighted exposure amounts or *own funds* requirements must report annually to the *PRA*:
- (1) the results of the calculations of their *internal approaches* for their exposures or positions that are included in the benchmark portfolios; and
 - (2) an explanation of the methodologies used to produce those calculations.
- 2.2 [Not yet in force]



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Externally defined glossary terms

Term	Definition source
internal approaches	Article 3(1)(59) CRD
operational risk	Article 4(1)(52) CRR
own funds	Article 4(1)(118) CRR