

[**Pro-forma for the notification of changes to IRB, IMA, IMM and SFT VaR permissions under the CRR**](file:///C:/NRPortbl/PRA/324626/%5bLink%20to%20form%5d) **or PRA Rulebook (as applicable)**

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| --- | --- |
| **Firm** | Click or tap here to enter text. |
| **Date application or notification sent to PRA** | Click or tap here to enter text. |
| **Description of change**  Describe the proposed change, including whether or not this change is related to other changes | Click or tap here to enter text. |
| **Category of change**  For internal ratings based (IRB), according to the Credit Risk: Internal Ratings Based Approach (CRR) Part, does the change require PRA permission before implementation or is it a notification before implementation or a notification after implementation?  For internal models approach (IMA), is the change considered a material change according to Article 325azx of the Market Risk: Internal Model Approach (CRR) Part of the PRA Rulebook, which will require permission from the PRA as described in the IMA permission? For Risk not in models (RNIM) use Chapter 2 Supervisory Statement 13/13 Market Risk  For internal model method (IMM), does the change require a pre or post notification to the PRA according to the supervisory statement 12/13  For securities financing transactions value-at-risk (SFT VaR) Method, does the change require a pre or post notification to the PRA according to the supervisory statement 12/13 | IRB (Articles 143(2B), 143(3), 143(4)(b), 143A, 148, 149 and 150 of the Credit Risk: Internal Ratings Based Approach (CRR) Part):  Permission before implementation  Notification before implementation  Notification after implementation  IMA (Article 325azx of the Market Risk: Internal Model Approach (CRR) Part of the PRA Rulebook):  Permission before implementation  Notification before implementation  Notification after implementation  IMA (Chapter 2 Supervisory Statement 13/13 Market Risk)  Notification before implementation  Notification after implementation  IMM (Chapter 6 Supervisory Statement 12/13 Counterparty Credit Risk):  Permission before implementation  Notification after implementation  SFT VaR Method (Chapter 7 Supervisory Statement 12/13 Counterparty Credit Risk):  Permission before implementation  Notification after implementation |
| **Supporting rationale for category of change**  Full rationale to be provided, including references to relevant provisions in the CRR, the PRA rulebook and Supervisory Statements against which the category of the change has been assessed. | Click or tap here to enter text. |
| **Permission before implementation – PRA rulebook provision**  Specify the Credit Risk: Internal Ratings Based (CRR) Part permission which is being applied for. Firms applying to revert to less sophisticated approaches under Articles 149(1) or 149(2) should also tick any necessary roll-out or PPU permissions that are also being applied for. | If applicable – for IRB only  Change of approach – Article 143(2B)  Material model change – Article 143(3)  Roll-out – Article 148(1)  Roll-out – Article 148(1A)  Reversion to SA – Article 149(1)  Reversion to FIRB – Article 149(2)  Reversion to Slotting – Article 149(2A)  Permanent Partial Use – Article 150(1)  Permanent Partial Use – Article 150(4) |
| **Overseas Model Approach (OMA)** | For IRB only  Yes / No?  Click or tap here to enter text. |
| **Model information for OMA specifically** | If applicable – for IRB only   * Asset class and jurisdiction * Existing rating system or new rating system (i.e. moving exposures from SA to IRB) * If existing, when it was approved by the PRA, last internal annual validation date, details of any PMAs in place, any other relevant model changes, any remedial actions outstanding, and any gaps in the last annual self-attestation * Specify any material changes planned to the rating system (include RWA and EL amount estimates)   Click or tap here to enter text. |
| **New trading location** | For market risk only  Click or tap here to enter text. |
| **Rating system details** | For IRB only  Rating system name (please provide the rating system(s) name(s), as reported in the latest IRB rating system inventory provided to the PRA):  Portfolio name: Click or tap here to enter text.  Internal Model Reference (if used by firm, please provide the Model ID(s) that this rating system refer(s) to, as reported in the latest IRB rating system inventory provided to the PRA):  Click or tap here to enter text.  [Please explain further if the rating system name and the Model ID do not refer to the models reported in the latest model inventory.]  Click or tap here to enter text.  Rating system type: PD/LGD/EAD/not model specific  Click or tap here to enter text.  [If the change is not rating system specific, please reference the main article(s) of the Credit Risk: Internal Ratings Based (CRR) Part to which the change relates and the exposure class(es) affected by the change.]  Click or tap here to enter text. |
| **Range of application of rating system**  Define the range of application of the rating system, including, where relevant, the geographies and business units of assets, product types, and any other factors relevant to the range of application. If the change involves an extension or reduction in scope, then the change in scope should be clearly explained. | For IRB only  Click or tap here to enter text. |
| **Rating system portfolio information**  Information on the range of application of the rating system that the firm is proposing to change — this information should be prior to the application of the proposed change and as at the same date as the group information requested below. If the change involves an extension or reduction to the rating system, figures relating to the current population and the changed population of rated assets should both be provided. | For IRB only  RWA: Currency, units, date  EAD: Currency, units, date  EL: Currency, units, date  Click or tap here to enter text. |
| **Counterparty credit risk and credit risk mitigation** | Name: IMM / SFT VaR Method   |  |  |  | | --- | --- | --- | | Asset Class / Product | Centrally Cleared | Non-Centrally Cleared | | FX Derivatives |  |  | | Credit Derivatives |  |  | | Interest Rate Derivatives |  |  | | Equity Derivatives |  |  | | Soft Commodities Derivatives |  |  | | Base Metals Derivatives |  |  | | Precious Metals Derivatives |  |  | | Semi-precious Metals Derivatives |  |  | | Power Derivatives |  |  | | Gas Derivatives |  |  | | Oil Derivatives |  |  | | Other Energy Related Commodity Derivatives |  |  | | Repo/Reverse Repo |  |  | | Stock Borrowing/ Lending |  |  | | Margin Lending |  |  | | Long Settlement Transactions |  |  | |
| **Market risk** | Name: Expected Shortfall (ES) / Non-modellable risk factors (NMRF) / Default Risk Charge (DRC) / Risk not in Models (RNIM)   |  |  |  |  | | --- | --- | --- | --- | | Risk type | Linear positions | Vanilla options | Non-vanilla options | | Interest rate |  |  |  | | Equity |  |  |  | | Credit |  |  |  | | Commodity |  |  |  | |
| **Group information**  Total UK Consolidation Group – as at the same date as the portfolio information above. | RWA: Currency, units, date [Applicable to IRB, IMM, SFT VaR Method and IMA]  EAD: Currency, units, date [Applicable to IRB,IMM and SFT VaR Method]  EL amount: Currency, units, date [Applicable to IRB and SFT VaR Method only]  Click or tap here to enter text. |
| **Risk type information**  Total UK consolidation values for the risk type of the model being changed. Specifically, credit risk, market risk or counterparty credit risk. | RWA: Currency, units, date [Applicable to IRB, IMM, SFT VaR Method and IMA]  EAD: Currency, units, date [Applicable to IRB, SFT VaR Method and IMM]  EL amount: Currency, units, date [Applicable to IRB and SFT VaR Method only]  Click or tap here to enter text. |
| **Impact of the change**  Please calculate the % impacts as defined in the relevant PRA Rulebook Provision or SS expectation].  For changes to the range of application of models/rating systems, base the % change calculations on the new range of application. E.g. RWA % change =  ((new RWA on new scope)-(old RWA on new scope)) / (old RWA on new scope) | For IRB  RWA impact of change: Currency, units, date  RWA % change, Total: % change of total UK consolidated RWAs  RWA % change, Risk type: % change of total UK consolidated RWAs for credit risk  RWA % change, Range of application: % change of RWAs for range of application of the rating system  Click or tap here to enter text.  EAD impact of change: Currency, units, date  EAD % change, Total: % change of total UK consolidated EAD  EAD % change, Risk type: % change of total UK consolidated EAD for credit risk  EAD % change, Range of application: % change of EAD for range of application of the rating system  Click or tap here to enter text.  EL amount impact of change: Currency, units, date  EL amount % change, Total: % change of total UK consolidated EL amount  EL amount % change, Risk type: % change of total UK consolidated EL amount for credit risk  EL amount % change, Range of application: % change of EL amount for range of application of the rating system  Click or tap here to enter text.  For IMA  RWA impact of change: Currency, units, date  RWA % change, Total: % change of total UK consolidated RWAs  RWA % change, Component: % change of RWAs for the component model, i.e. ES / NMRF /DRC / RNIM  Click or tap here to enter text.  For IMM  RWA impact of change: Currency, units, date  RWA % change, Total: % change of total UK consolidated RWAs  RWA % change, Component: % change of RWAs for the component model  Click or tap here to enter text.  EAD impact of change: Currency, units, date  EAD % change, Total: % change of total UK consolidated EAD  EAD % change, Component: % change of component model  Click or tap here to enter text.  For SFT VaR Method  RWA impact of change: Currency, units, date  RWA % change, Total: % change of total UK consolidated RWAs  RWA % change, Component: % change of RWAs for the component model  Click or tap here to enter text.  EAD impact of change: Currency, units, date  EAD % change, Total: % change of total UK consolidated EAD  EAD % change, Component: % change of component model  Click or tap here to enter text.  EL amount impact of change: Currency, units, date  EL amount % change, Total: % change of total UK consolidated EL amount  Click or tap here to enter text. |
| **Proposed implementation date:**  Date from which changes are intended to affect capital requirements calculations, subject to receiving any necessary approval. | Click or tap here to enter text. |
| **Attach supporting documentation here:**  For IRB, the information described in Article 143E of the Credit Risk: Internal Ratings Based Approach (CRR) Part must be submitted.  For IMA, the information described in Article 325azx of the Market Risk: Internal Model Approach (CRR) Part of the PRA Rulebook and Chapter 2 Supervisory Statement  13/13/ Market Risk.  For IMM and SFT VaR Method, the information described in the counterparty credit risk supervisory statement 12/13 is expected.  As a minimum the information submitted to the PRA should include the following:   1. development document(s); 2. validation document(s); 3. materials presented to approval committee; 4. approval committee minutes; 5. a summary of the material elements of the model change; and 6. a self-assessment against all relevant CRR articles, PRA rules and Supervisory Statement expectations. 7. for OMA applications, demonstrate how the specific criteria set out in Article 143(6) of the Credit Risk: Internal Ratings Based Approach (CRR) Part are met.   Firms should also submit any further information specified in the CRR, PRA Rulebook and supervisory statements (as applicable), including information required to demonstrate that any conditions for approval are met. For applications under Article 150(1) of the Credit Risk: Internal Ratings Based Approach (CRR) Part, please submit a completed example reporting return OF 08.07 | Click or tap here to enter text. |

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