
STATUTORY INSTRUMENTS

2013 No. 3115

The Capital Requirements Regulations 2013

PART 7

Exercise of supervision by the PRA ^{F1}...

[^{F1}Supervisory review and evaluation process

34A.—(1) The competent authority must review the arrangements, strategies, processes and mechanisms implemented by an institution to comply with Directive 2013/36/EU UK law^{F2}, the capital requirements regulation and CRR rules] and evaluate—

- (a) in the case of the PRA—
 - (i) risks to which that institution is or might be exposed, and
 - (ii) risks revealed by stress testing, taking account of the nature, scale and complexity of that institution’s activities;

^{F3}(b)

(2) On the basis of the review and evaluation referred to in paragraph (1), the competent authority must determine whether the arrangements, strategies, processes and mechanisms implemented by an institution and the own funds and liquidity held by it ensures a sound management and coverage of its risks.

(3) The competent authority must establish the frequency and intensity of the review and evaluation referred to in paragraph (1) having regard to the size, systemic importance, nature, scale and complexity of the activities of the institution concerned.]

Textual Amendments

- F1** Regs. 34A, 34B inserted (31.12.2020) by [The Capital Requirements \(Amendment\) \(EU Exit\) Regulations 2018 \(S.I. 2018/1401\)](#), regs. 1(3), **21** (with savings in S.I. 2019/680, **reg. 11**) (as amended by S.I. 2020/1406, regs. 1(2), **11**, 12); 2020 c. 1, **Sch. 5 para. 1(1)**
- F2** Words in reg. 34A(1) substituted (1.1.2022) by [The Financial Services Act 2021 \(Prudential Regulation of Credit Institutions and Investment Firms\) \(Consequential Amendments and Miscellaneous Provisions\) Regulations 2021 \(S.I. 2021/1376\)](#), regs. 1(3), **16(8)(a)**
- F3** Reg. 34A(1)(b) omitted (1.1.2022) by virtue of [The Financial Services Act 2021 \(Prudential Regulation of Credit Institutions and Investment Firms\) \(Consequential Amendments and Miscellaneous Provisions\) Regulations 2021 \(S.I. 2021/1376\)](#), regs. 1(3), **16(8)(b)**

Changes to legislation:

The Capital Requirements Regulations 2013, Section 34A is up to date with all changes known to be in force on or before 02 April 2024. There are changes that may be brought into force at a future date. Changes that have been made appear in the content and are referenced with annotations.

[View outstanding changes](#)

Changes and effects yet to be applied to :

- Regulations revoked by [2023 c. 29 Sch. 1 Pt. 2](#)