

Financial Services Authority

Handbook Notice 104

Board Meeting: 10 November 2010

Notice published: 12 November 2010



Contents

| | | |
|---|---|----|
| 1 | Overview | 3 |
| 2 | Handbook changes made by the Board on 13 October and 10 November 2010 | 6 |
| 3 | Changes outside the Handbook | 17 |
| 4 | Feedback on responses to consultation | 18 |

Annex A List of instruments made or approved by the Board on 13 October and 10 November 2010

Annex B Table of Handbook modules showing amending instruments:

- Handbook modules
- modules outside the Handbook

Annex C Guidance Notes issued by the FSA

Annex D Handbook provisions not yet in force

Annex E What's New?

Handbook Notice 104

This Handbook Notice introduces the Handbook and other material made by the Board under its legislative powers on 13 October and 10 November 2010. It also contains information about other publications relating to the Handbook and, if appropriate, lists minor corrections made to previous instruments made by the Board.

Contact names for the individual modules are listed in the relevant Consultation Papers and Policy Statements referred to in this Notice.

General comments and queries on the Handbook can be addressed to:

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Handbook Editor
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Email: nick.walker@fsa.gov.uk

However, queries on specific requirements in the Handbook should be addressed first to your normal supervisory contact in the FSA. For most firms this will be the FSA's Firm Contact Centre:

Tel: 0845 606 9966
Fax: 020 7066 0991
Email: fcc@fsa.gov.uk

Post: Firm Contact Centre
Financial Services Authority
25 The North Colonnade
Canary Wharf
London E14 5HS

1 Overview

Legislative changes this month

The Handbook

- 1.1 On 13 October 2010, the FSA Board made changes to the Handbook in one instrument which:
 - made changes to the client assets rules in order to strengthen client protection (FSA 2010/52).
- 1.2 On 10 November 2010, the FSA Board made changes to the Handbook in six instruments which:
 - remove references in the Handbook to the FSA's public awareness objective as a result of legislative changes (FSA 2010/53);
 - clarify the explanation of the FSCS levy tariff base for deposit-takers following changes arising from the implementation of the Single Customer View (FSA 2010/54);
 - delete an exemption to the current taping rules in order to extend these rules to cover voice and electronic communications on mobile phones (FSA 2010/56);
 - implement one of the recommendations of the Walker Review on Corporate Governance, that asset managers should be required to disclose their commitment to the Stewardship Code (FSA 2010/57);
 - amend the comparison rules for contracting-out of the State Second Pension because of legislative changes (FSA 2010/58); and
 - limit the application of the Title Transfer Collateral Arrangements in the Client Assets sourcebook so that spread betting and other CFD providers cannot use them in relation to retail clients, and introduce new guidance in relation to the 'money due and payable to the firm' provisions in that sourcebook (FSA 2010/59).

These instruments are all listed in Annex A.

- 1.3 The *Financial Services Compensation Scheme (Financial Services Act 2010) Instrument (No 2) 2010 (FSA 2010/45)*, which was described in Handbook Notice 103, was commenced on 12 October following the coming into force on that day of section 224F of the Financial Services and Markets Act 2010.

Changes outside the Handbook

- 1.4 No changes have been made this month to material outside the Handbook.

Description of changes

- 1.5 The legislative changes referred to above are listed and briefly described in Chapters 2 and 3 (where appropriate) of this Notice.

Feedback on responses to consultations

- 1.6 Chapters 2 and 3 (where appropriate) contain brief references to the consultative stages of the new legislative material made by the Board this month. The material referred to in those chapters was consulted on in the following documents:
- CP10/7 *Taping: Removing the mobile phone exemption* (March 2010);
 - CP10/9 *Enhancing the Client Assets Sourcebook* (March 2010); and
 - Chapters 3, 5, 6, 8 and 9 of CP10/15 *Quarterly consultation (No 25)* (July 2010).
- 1.7 Feedback on responses to the consultations in CP10/15 is set out in Chapter 4 of this Notice, and feedback in relation to the other consultations is set out in separate Policy Statements.

Annexes to this Notice

- 1.8 The Annexes to this Handbook Notice contain:
- a list (Annex A) of the formal instruments made by the Board this month which make changes to the Handbook and to related materials;
 - tables (Annex B) identifying the instruments by which each module of the Handbook has been amended;
 - a table showing Guidance Notes issued by the FSA (Annex C);
 - a table (Annex D) which lists, as a reminder to firms, those Handbook provisions yet to come into force; and
 - a ‘What’s New?’ list (Annex E) which provides a brief description by module of the instruments made this month.

Making corrections

- 1.9 The FSA reserves the right to make correctional or clarificatory amendments to the instruments made at the Board meeting without further consultation should this prove necessary or desirable.

Publication of Handbook material

- 1.10 This Notice is published on the FSA website and is available in hardcopy.
- 1.11 The formal legal instruments (which contain details of the changes) can be found on the FSA's website listed by date and reference number at <http://fsahandbook.info/FSA/InstrumentsByDate.jsp> or listed by module at <http://fsahandbook.info/FSA/InstrumentsByModule.jsp>. The definitive version of the Handbook at any time is the version contained in the legal instruments.
- 1.12 The changes to the Handbook are incorporated in the consolidated Handbook text on the website as soon as practicable after the legal instruments are published.
- 1.13 The consolidated text of the Handbook can be found on the FSA's website at <http://fsahandbook.info/FSA/html/handbook/>.
- 1.14 Copies of the FSA's consultation papers referred to in this Notice are available on the FSA's website or on request in hardcopy form.

Obligation to publish feedback

- 1.15 This Notice, and the feedback to which paragraph 1.7 refers, fulfil for the relevant text made by the Board the obligations in sections 155(5) and (6) and similar sections of the Financial Services and Markets Act 2000 ("the Act"). These obligations are: to publish an account of representations received in response to consultation and the FSA's response to them; and to publish (where applicable) details of any significant differences between the provisions consulted on and the provisions made by the Board, with a cost benefit analysis.

Comments

- 1.16 We always welcome feedback on the way we present information in the Handbook Notice, including its Annexes. If you do have any comment, this should be sent to Nick Walker (Handbook Editor) (see contact details at the front of this Notice).

2 Handbook changes made by the Board

Introduction

- 2.1 This chapter briefly describes Handbook changes made on 13 October and 10 November by the Board. Where relevant, it also refers to the development stages of that material, enabling readers to look back at developmental documents if they wish.

Delayed commencement

Financial Services Compensation Scheme (Financial Services Act 2010) Instrument (No 2) 2010 (FSA 2010/45)

- 2.2 In *Handbook Notice 103* (September 2010) we reported that the commencement of this instrument would be delayed until section 224F of the Act came into force. That section was commenced on 12 October 2010, so this instrument came into force on the same day.

GLOSSARY

Client Assets Sourcebook (Enhancement) Instrument 2010 (FSA 2010/52)

- 2.3 For the changes made to the Glossary by this instrument, see paragraphs 2.36 to 2.39 of this Notice.

Public Awareness Objective (Financial Services Act 2010) Instrument 2010 (FSA 2010/53)

- 2.4 This instrument, which has been made without consultation, makes the following changes to the Handbook:

Changes to Glossary:

Changes to definition of “regulatory objectives”

Changes:

Changes to GEN 4.2.1G

Change to SUP 1.1.3G

Change to SUP 1.3.3G

Change to CRED 14.1.4G

Changes to PROF 1.1.6G

2.5 This instrument contains consequential amendments to the Handbook which are required in order to reflect the commencement of those provisions in the Financial Services Act 2010 which remove the FSA's 'public awareness' objective. These amendments have not been consulted on because they are made in response to legislative changes.

2.6 The changes come into force on **11 November 2010**.

Conduct of Business Sourcebook (Abolition of Contracting Out for Defined Contribution Schemes) Instrument 2010 (FSA 2010/58)

2.7 For the changes made to the Glossary by this instrument, see paragraphs 2.32 to 2.35 of this Notice.

HIGH LEVEL STANDARDS

General Provisions (GEN)

Public Awareness Objective (Financial Services Act 2010) Instrument 2010 (FSA 2010/53)

2.8 For the changes made to GEN by this instrument, see paragraphs 2.4 to 2.6 of this Notice.

Fees manual (FEES)

Financial Services Compensation Scheme (Deposit Tariff Base Amendment) Instrument 2010 (FSA 2010/54)

2.9 Following consultation in Chapter 3 of CP10/15¹ the Board has made the following changes to the Handbook:

Changes:

Change to FEES 6 Annex 3R

2.10 Since 1 December 2001, the FSCS tariff measure for deposit takers has been 'protected deposits' which includes all amounts in potentially eligible accounts. In CP09/3² we

1 CP10/15 *Quarterly consultation (No 25)* (July 2010)

2 CP09/3 *Financial Services Compensation Scheme reform: Fast payout for depositors and raising consumer awareness* (January 2009)

proposed to change the tariff measure to ‘eligible protected deposits’ because, from 31 December 2010, the implementation of a Single Customer View (SCV) will enable deposit takers to have an accurate measure of the amount of compensation per eligible depositor.

- 2.11 In PS09/11³ we confirmed that accounts held by the account holder on behalf of others who may be eligible for FSCS compensation, should be excluded from the SCV. We also clarified that, for similar reasons, accounts that fall within any of three specified categories of non-active accounts should also be excluded from the SCV.
- 2.12 By implication, the tariff base of ‘eligible protected deposits’ cannot properly apply to these accounts. Our intention was that the tariff basis of ‘protected deposits’ would therefore continue to apply for all accounts excluded from the SCV. However, the rules published with PS09/11 (to take effect from 31 December 2010) did not make this intention explicit, except in relation to the accounts held on behalf of others. Feedback from the industry since PS09/11 was published in July 2009 indicates that, without explicit instructions, there is some confusion among deposit takers about how to treat the three excluded non-active accounts when calculating tariff data. In the absence of explicit instructions for these exclusions, it is possible to infer that accounts that are not active do not need to be included in the tariff data at all.
- 2.13 We therefore proposed in CP10/15 to clarify that, from 31 December 2010, where an account has been excluded from the single customer view because it is an account that is not active, the calculation of the tariff base will be based, as now, on ‘protected deposits’. This instrument now made by the Board confirms this change.
- 2.14 The FSCS levy for the deposits class as a whole will not be affected by this change. The change will only result in a redistribution of the levy within the class.
- 2.15 This instrument comes into force on **31 December 2010**. Feedback on the responses to this consultation is set out in Chapter 4 of this Notice.

PRUDENTIAL STANDARDS

- 2.16 There are no changes this month to this part of the Handbook.

3 PS09/11 *Banking and compensation reform: Including feedback on CP08/23, CP09/3, CP09/11 and CP09/16* (July 2009)

BUSINESS STANDARDS

Conduct of Business sourcebook (COBS)

Conduct of Business Sourcebook (Recording of Telephone Conversations and Electronic Communications) (No 2) Instrument 2010 (FSA 2010/56)

2.17 Following consultation in CP10/7⁴ the Board has made the following changes to the Handbook:

Changes: **Addition of COBS 11.8.5AR**
Changes to COBS 11.8.6R and 11.8.8R

2.18 This instrument extends the current taping rules, which were introduced in March 2009, to include voice and electronic communications on mobile phones. It does this by:

- requiring the recording and storage, for a period of six months, of all ‘relevant communications’ made with, sent from or received on mobile phones for business purposes; and
- introducing a new rule requiring firms to take reasonable steps to ensure that such communications do not take place on private communication equipment which firms cannot record mainly for privacy reasons. This includes private mobiles, private handheld mobile electronic communication devices as well as and private non-mobile electronic communication devices.

2.19 The instrument applies to investment firms, and ‘relevant communication’ is one that involves receiving client orders and dealing in financial instruments either as agent or principal.

2.20 The instrument comes into force on **14 November 2011**. Feedback on the responses to this consultation is being published in a separate Policy Statement.

Conduct of Business Sourcebook (Stewardship Code) Instrument 2010 (FSA 2010/57)

2.21 Following consultation in Chapter 5 of CP10/15⁵ the Board has made the following changes to the Handbook:

Changes: **Addition of COBS 2.2.3R**

4 CP10/7 Taping: Removing the mobile phone exemption (March 2010)

5 CP10/15 Quarterly consultation (No 25) (July 2010)

- 2.22 The Walker Review on Corporate Governance concluded that there was a need for better engagement between asset managers acting on behalf of their clients, and the boards of the companies they invested in. The FSA publicly endorsed the Review and committed itself to consult on the FSA-specific recommendation that:
- “The FSA should require institutions that are authorised to manage assets for others to disclose clearly on their websites or in other accessible form the nature of their commitment to the Stewardship Code or their alternative business model.”
- 2.23 This instrument requires firms (other than venture capital firms) managing investments for a professional client to disclose the nature of their commitment to the Stewardship Code, or their alternative investment strategy. The Stewardship Code outlines good practice with regard to institutional investors’ engagement with the boards of firms in which they invest and is overseen by the Financial Reporting Council.
- 2.24 Minor changes were made to this instrument in the light of consultation. The instrument comes into force on **6 December 2010**. Feedback on the responses to consultation is set out in Chapter 4 of this Notice.

Conduct of Business Sourcebook (Abolition of Contracting Out for Defined Contribution Schemes) Instrument 2010 (FSA 2010/58)

- 2.25 Following consultation in Chapter 6 of CP10/15⁶ the Board has made the following changes to the Handbook:

| | |
|------------------------------------|---|
| <i>Changes to Glossary:</i> | <i>Changes to the definition of “contracting out comparison”</i> |
| <i>Changes:</i> | <i>Changes to COBS 13 Annex 2</i> |

- 2.26 In CP10/15 we proposed a change to our rules to reflect the Government’s ending of contracting-out from the State Second Pension (S2P) through defined contribution schemes from 5 April 2012.
- 2.27 Our then-current rules required a comparison between the pension given up in the S2P and projections of the pension that could be bought with the contributions from the Government. This comparison was based on the current and next two tax years. Following the change made by the Government this comparison has now been limited to 5 April 2012.
- 2.28 This instrument comes into force on **24 November 2010**. Feedback on the responses to this consultation is set out in Chapter 4 of this Notice.

⁶ CP10/15 *Quarterly consultation (No 25)* (July 2010)

Client Assets sourcebook (CASS)

Client Assets Sourcebook (Enhancement) Instrument 2010 (FSA 2010/52)

2.29 Following consultation in CP10/9,⁷ the Board on 13 October made the following changes to the Handbook:

Changes from 1 January 2011

Changes to Glossary: ***Addition of new definitions of “CASS large firm”, “CASS medium firm”, “CASS small firm” and “CMAR”***

Changes: ***Addition of CASS 1A (CASS 1A.1, 1A.2 and 1A.3)***
Addition of CASS 1A.1 (CASS 1A.1.1R)
Addition of CASS 1A.2 (CASS 1A.2.1G, 1A.2.2R, 1A.2.3R, 1A.2.4G, 1A.2.5R, 1A.2.6G, 1A.2.7R, 1A.2.8R, 1A.2.9R, 1A.2.10R and 1A.2.11G)
Addition of CASS 1A.3 (CASS 1A.3.1R, 1A.3.2R and 1A.3.3R)
Changes to CASS Sch 1 and Sch 2

Changes from 1 March 2011

Changes to Glossary: ***Addition of new definitions of “prime brokerage agreement”, “prime brokerage firm” and “prime brokerage services”***

Changes: ***Addition of CASS 3.1.8G***
Addition of CASS 6.1.9AG
Change to CASS 6.3.3G
Addition of CASS 6.3.5R and 6.3.6R
Addition of CASS 6.5.2AR
Addition of CASS 9 (CASS 9.1, 9.2 and 9.3)
Addition of CASS 9.1 (CASS 9.1.1R)
Addition of CASS 9.2 (CASS 9.2.1R)
Addition of CASS 9.3 (CASS 9.3.1R and 9.3.2G)
Changes to CASS TP (addition of row 8)
Change to CASS Sch 1

Changes from 1 June 2011

Changes: ***Addition of CASS 7.4.9AR, 7.4.9BR and 7.4.9CG***
Changes to SUP 16.1.2G and 16.1.3R
Changes to SUP 16.3.2G
Addition of SUP 16.14 (SUP 16.14.1R, 16.14.2R, 16.14.3R, 16.4.4G, 16.4.5R, 16.4.6R, 16.4.7G and 16.4.8G)

7 CP10/9 *Enhancing the Client Assets Sourcebook* (March 2010)

Addition of SUP 16 Annex 29R
Changes to SUP TP 1.2 (addition of row 13B)
Changes to SUP Sch 2

Changes from 1 October 2011

Changes to Glossary:

Addition of new definition of "CASS operational oversight function"

Changes:

Change to CASS 1A.2.1G

Change to CASS 1A.3.1R

Addition of CASS 1A.3.1AR and 1A.3.1BG

Deletion of CASS 1A.3.2R

Change to CASS 1A.3.3R

Changes to CASS 9.3.2G

Changes to CASS Sch 1

Changes to SUP 10.4.5R

Addition of SUP 10.7.9G

2.30 In CP10/9 we proposed a number of policy changes to enhance the protections offered by the Client Assets sourcebook (CASS) in response to issues highlighted by the global financial crisis and a number of insolvencies – most notably that of Lehman Brothers International (Europe) (LBIE). Although the UK client assets regime has performed relatively well in facilitating the early return of client assets and money (compared with some overseas jurisdictions), the failure of LBIE and the financial crisis in general highlighted a number of unsatisfactory market practices. This instrument was intended to address those practices, thereby enhancing standards of client protection in the UK, and to strengthen market confidence and financial stability.

2.31 The changes now made by this instrument are in the following areas:

- increased disclosure in a prime brokerage agreement;
- daily reporting in the prime brokerage market;
- limits on client money deposited intra group to 20%;
- prohibiting general liens in custodian agreements unless they meet certain specified criteria;
- CASS Stratification;
- creation of the CASS operational oversight function (CF10a); and
- introduction of the Client Money and Assets Return (CMAR).

2.32 These changes come into force on various dates, on **1 January 2011**, on **1 March 2011**, on **1 June 2011** and on **1 October 2011**. Feedback on the consultation has been published in a separate Policy Statement.

Client Assets Sourcebook (Title Transfer) (Amendment) Instrument 2010 (FSA 2010/59)

2.33 Following consultation in Chapter 8 of CP10/15⁸ the Board has made the following changes to the Handbook:

Changes:

- Changes to CASS 6.1.6R***
- Addition of CASS 6.1.6AR***
- Changes to CASS 7.2.3R***
- Addition of CASS 7.2.3AR and 7.2.10AG***
- Changes to CASS TP 1 (addition of rows 9 and 10)***

2.34 In CP10/15 we proposed changes in order to:

- limit the application of the Title Transfer Collateral Arrangements in CASS 6 (Custody) and CASS 7 (Client Money) so that they can only be used in relation to non-retail clients; and
- introduce new guidance in relation to the ‘money due and payable to the firm’ provisions in CASS 7.

Title Transfer Collateral Arrangements (TTCA)

2.35 TTCA are arrangements by which a client agrees that monies or assets placed with a firm are to be treated as collateral in respect of the client’s existing or future obligations, and that full ownership of such monies or assets is to be unconditionally transferred to the firm. This means that, in the event of the firm’s failure, the client would risk ranking as an unsecured general creditor in relation to his or her monies and assets, the title or ownership to which would have been transferred to the firm using the TTCA. This contrasts with the position of a client whose money and/or assets are protected under the client assets regime. Such a client would, in the case of failure of the firm, have a proprietary claim for the return of money and assets that had not been appropriated to satisfy the client’s obligations to the firm.

2.36 In focused supervision visits we discovered that some spread betting and other contract for differences (CFD) providers were using the TTCA and associated provisions to indiscriminately remove clients’ money from the client money protection regime in CASS.

2.37 So, in CP10/15, we consulted on the basis that we considered the risk of firms using TTCA to exclude retail clients from the protection of the CASS regime outweighed any potential benefit. We proposed rules and guidance to limit the application of the TTCA and other associated provisions contained within the Custody Rules (CASS 6) and Client Money Rules (CASS 7), so that they can only be applied to non-retail clients.

2.38 Following consultation these changes have now been made by the Board for the types spread betting and CFD providers specifically identified in the consultation.

8 CP10/15 *Quarterly consultation (No 25)* (July 2010)

However, we are reviewing the wider application of these restrictions on other products and businesses.

Guidance on ‘money due and payable to the firm’

- 2.39 We have found that some spread betting and CFD providers are using the ‘money due and payable to the firm’ provisions within CASS to reduce the amount of money they segregate as client money for margin transactions which is inconsistent with the policy intention underlying the rules. They have been doing this by segregating the total due to a client and deducting amounts that have been categorised as due and payable to the firm (for example, initial margin) in a method not consistent with the segregation requirements in CASS 7 Annex 1G (‘The standard method of internal client money reconciliation’).
- 2.40 In respect of clients for which the firm has open margined transactions the firm must in calculating the client money requirement take into account the firm’s total margined transactions. In accordance with CASS 7 Annex 1, this is done by taking the sum of all of the client’s positive equity balances less the value of all negative client balances (except those which are secured by approved collateral). This calculation must also take account of the firm’s net equity balances (relating to client facilitated trades) at clearing houses, intermediate brokers and OTC transactions. All of these positions must be valued on the basis of a notional end of day liquidation of the positions using relevant published closing or settlement prices.
- 2.41 The new guidance now made by the Board on the existing ‘money due and payable to the firm’ rules within CASS 7 is intended to remind firms of their obligation to segregate client money in accordance with the standard method of internal client money reconciliation, or a different method that meets the internal reconciliation requirements (CASS 7.6.7R and CASS 7.6.8R).
- 2.42 This instrument comes into force on **1 December 2010**. Feedback on this consultation is set out in Chapter 4 of this Notice.

REGULATORY PROCESSES

Supervision manual (SUP)

Client Assets Sourcebook (Enhancement) Instrument 2010 (FSA 2010/52)

- 2.43 For the changes made to SUP by this instrument, see paragraphs 2.36 to 2.39 of this Notice.

Public Awareness Objective (Financial Services Act 2010) Instrument 2010 (FSA 2010/53)

- 2.44 For the changes made to SUP by this instrument, see paragraphs 2.4 to 2.6 of this Notice.

REDRESS

- 2.45 There are no changes this month to this part of the Handbook.

SPECIALIST SOURCEBOOKS

Credit Unions sourcebook (CRED)

Public Awareness Objective (Financial Services Act 2010) Instrument 2010 (FSA 2010/53)

- 2.46 For the changes made to CRED by this instrument, see paragraphs 2.4 to 2.6 of this Notice.

Professional Firms sourcebook (PROF)

Public Awareness Objective (Financial Services Act 2010) Instrument 2010 (FSA 2010/53)

- 2.47 For the changes made to PROF by this instrument, see paragraphs 2.4 to 2.6 of this Notice.

LISTING, PROSPECTUS AND DISCLOSURE

- 2.48 There are no changes this month to this part of the Handbook.

3 Changes outside the Handbook

- 3.1 No changes have been made by the Board this month to material outside the Handbook.

4 Feedback on responses to consultation

4.1 This chapter provides feedback on the following consultations:

- Chapters 3, 5, 6 and 8 of CP10/15 *Quarterly consultation (No 25)* (July 2010).

Chapter 3 of CP10/15 Quarterly consultation (No 25)

Financial Services Compensation Scheme (Deposit Tariff Base Amendment) Instrument 2010 (FSA 2010/54)

Fees manual (FEES)

4.2 In Chapter 3 of CP10/15 we proposed amendments to Chapter 6 of FEES. In particular, we consulted on changes to the explanation of the tariff base for deposit takers. The aim of the proposal was to clarify that, from 31 December 2010, the tariff base of ‘protected deposits’ will continue to apply for all accounts that are excluded from the Single Customer View.

4.3 We posed the following questions:

Q3: Do you agree that the proposed change will clarify the treatment of accounts that are not active for the purposes of calculating tariff data?

Q4: Do you agree with our assessment that the costs of this proposal will not impose a significant burden on firms?

4.4 We received one response.⁹ The respondent supported our proposal and agreed that the proposed change will clarify the treatment of accounts that are not active for the purposes of calculating tariff data.

⁹ from the British Banking Association.

- 4.5 In the light of the response we have received, we are implementing the proposal as consulted on. The rules implementing the proposal, which are listed at paragraphs 2.9 to 2.15 of this Notice, will take effect from 31 December 2010.
- 4.6 The cost benefit analysis and compatibility statement for the proposal remain unchanged from those published in CP10/15.

Chapter 5 of CP10/15 Quarterly consultation (No 25)

Conduct of Business Sourcebook (Stewardship Code) Instrument 2010 (FSA 2010/57)

Conduct of Business sourcebook (COBS)

Introduction

- 4.7 In CP10/15 we proposed an amendment to COBS to incorporate recommendation 20 of the Walker Review on Corporate Governance.¹⁰
- 4.8 The Walker Review concluded that there was a need for better engagement between asset managers acting on behalf of their clients, and the boards of the companies they invested in. To support this engagement, the Financial Reporting Council (FRC) has developed a set of good practice stewardship principles for institutional investors. These form the Stewardship Code (the “Code”).¹¹
- 4.9 To help embed the Code, the Walker Review made the following FSA-specific recommendation regarding asset managers:
- “The FSA should require institutions that are authorised to manage assets for others to disclose clearly on their websites or in other accessible form the nature of their commitment to the Stewardship Code or their alternative business model.”
- 4.10 Because the Code is directed at institutional investors in the first instance, we proposed the following rule in CP10/15 to implement the recommendation:
- “A firm, other than a venture capital firm, which manages investments for a professional client that is not a natural person must disclose clearly on its website, or if it does not have a website in another accessible form:
- (1) the nature of its commitment to the Financial Reporting Council’s Stewardship Code; or
 - (2) where it does not commit to the Code, its alternative business model.”

10 *A review of corporate governance in UK banks and other financial industry entities: Final Recommendations* 26 November 2009, http://www.hm-treasury.gov.uk/d/walker_review_261109.pdf

11 The Code was published on 2 July 2010 and is overseen by the FRC.

Consultation responses

4.11 We received 26 responses to our consultation. Overall, there was considerable support for the Code and its intent. Respondents also generally welcomed our proposed requirement and saw it as a positive step to help to embed the Code. Below we summarise the responses to each question posed in the Consultation Paper and provide our view on those responses.

Q13: Do you agree that we should we introduce a new rule in COBS?

4.12 Most respondents felt it was appropriate to introduce a disclosure requirement because it would help to embed stewardship practices and enable prospective clients of asset managers to make more informed decisions when awarding investment mandates. Two respondents did not:

- One felt the rule was an unnecessary extension of the FSA's remit with uncertain benefits. The respondent felt that if a rule were to be introduced, the list of excluded firms should be extended (we discuss the scope of relevant firms below).
- The other was concerned that the new requirement would replicate the FRC's requirements in relation to the Code.

Our response:

The proposed rule is consistent with our aim to deliver efficient, orderly and fair markets and we strongly support the intent of both the Walker Review and the Code.

The proposed rule is distinct from the FRC's oversight of how firms apply the Code's principles. Where firms choose to apply the Code, they will need to disclose this and will have separate reporting obligations as required under the principles of the Code.¹² Where firms do not apply the Code, they will be required to disclose their alternative investment strategy. However, they will not have any further disclosure requirements in relation to the Code.

We are not duplicating the Code's requirements, but we are supportive of its objectives. Therefore we believe it is appropriate to introduce this requirement to support its implementation.

Q14: Is there any reason why other categories of firms should be excluded from the scope of this requirement?

4.13 A number of respondents felt that the scope of the rule was acceptable and agreed that a disclosure statement should be made regardless of whether a trading or engagement approach to investment is favoured. Respondents that disagreed with the proposed scope were split:

¹² For example Principle 7 requires institutional investors to report periodically on their stewardship and voting activities.

- Seven respondents suggested that the scope be widened to include all firms managing assets for others on the basis that the more firms that disclosed their commitment the better;
- Three respondents suggested that further exclusions were required, or that extending the scope of the rule would result in a disproportionate burden being placed on firms. One respondent felt that the proposed rule could have the effect of extending compliance beyond the boundaries originally envisaged by the FRC.

Our response:

Asset managers with exclusively retail clients will be performing a similar service to those with professional clients and therefore their respective stewardship practices could be of interest. So we can see the merit in extending the requirement to all firms managing assets on behalf of others.

However, the Code is directed at institutional investors and, in practical terms, we see limited potential for individual retail investors to direct the stewardship practices of asset managers.

Therefore, whilst we encourage firms outside the scope of this requirement that are applying the Code to disclose this clearly on their websites, we believe that extending the scope at this point would be of limited benefit.

The FRC has confirmed that its preface to the Code was not intended to be an exhaustive list of all firms to which it should be applied. The FRC encourages all firms managing assets on behalf of others to consider how the Code's principles may be relevant to them. Therefore we do not consider that our proposal extends the boundaries envisaged by the FRC.

We believe the proposed rule strikes a balance between the intent of the Code (to enhance the quality of engagement between institutional investors and companies) and the cost of compliance for relevant businesses.

- 4.14 Several specific examples where the scope of the rule could be modified were suggested by respondents. We outline below our response to each of these.

Private equity exclusion

- 4.15 Of those respondents to comment specifically on the private equity exclusion, the majority acknowledged that the private equity business model was sufficiently different to warrant the exclusion. Some respondents reiterated that the requirement should be applied as widely as possible and therefore there should be no exclusions.

Our response:

The traditional private equity model incorporates an element of active management involvement by the investing firm. As Walker points out, the agency gap is minimised by the close interactions between owner and manager¹³ and this overcomes many of the weaknesses that the Code is trying to address.

13 http://webarchive.nationalarchives.gov.uk/+http://www.hm-treasury.gov.uk/d/walker_review_261109.pdf Paragraph 5.4.

We acknowledge that, over time, business models will evolve and we will consider revisiting this exclusion as stewardship practice evolves. However, we do not intend to amend the private equity exclusion at this point.

Sub-managers

- 4.16 One respondent was concerned that the scope of the rule would capture sub-managers who do not determine the investment approach for client accounts, or exercise any discretion over voting rights. The respondent felt that because of these limitations sub-managers should be excluded from the rule's scope.

Our response:

The scope of the sub-manager's role will be determined by the investment mandate agreed. Where a sub-manager does not engage in stewardship practices it should comply with the rule by outlining its alternative approach e.g. that the principal investment firm undertakes those activities on its behalf, or another appropriate response.

It is worth pointing out that where a sub-manager is the primary manager of other clients' assets then it would already be required to comply with the rule.

We do not intend to exclude sub-managers from this requirement.

Occupational Pension scheme managers

- 4.17 One respondent suggested the exclusion of occupational pension scheme managers because they are not generally public-facing and may not have a website on which to disclose their commitment, or otherwise, to the Code.
- 4.18 The respondent also noted that these companies generally do not seek additional clients and the relationship between the scheme's Trustees and the asset manager means that the Trustees may at any time enquire into the firm's engagement activities.

Our response:

We believe the principles of the Stewardship Code are as applicable to occupational pension schemes as to other types of pension, and ultimately occupational pension scheme managers will still be answerable to the scheme's Trustees.

Therefore, we do not consider it unreasonable to require scheme managers to disclose their commitment, or otherwise, to the Code especially given the nature of the disclosure requirement.

Where an occupational pension scheme manager does not have a website, the rule allows for the statement to be made in another accessible form.

Investment threshold

- 4.19 Some respondents suggested that it was not practical for smaller regulated firms to gain sufficient access to company boards to be able to apply the Code. One respondent suggested that a threshold of £1bn of assets under management would be suitable.

Our response:

The disclosure requirement applies on a 'comply or explain' basis. Where the firm's investment approach does not support commitment to the Stewardship Code, the firm should disclose this. This is not equivalent to requiring all firms to comply with the Code.

Where clients meet the 'professional client' definition (see COBS 3.5) we do not consider it necessary to exclude the respective asset manager from this disclosure requirement.

The scope of the requirement is also limited through the exclusion of professional clients that are natural persons.

Given the 'comply or explain' nature of this requirement, and the exclusions already proposed, we do not intend to exclude fund managers that are managing funds under a certain value.

Q15: Will a general disclosure in cases where asset managers' clients have different expectations or requirements suffice?

- 4.20 Most respondents felt that a general disclosure (outlining the normal/default position) was acceptable given that firms may apply different approaches to stewardship depending on their clients' requirements and investment approach. Respondents that agreed with general disclosure felt it would be a cost-effective and clear way of conveying key information.
- 4.21 Some respondents felt, however, that general disclosures should be discouraged because they would not help investors to clearly identify the engagement strategy and would be of limited value where asset managers had numerous mandates with different approaches to stewardship.
- 4.22 On this basis, they felt that some granularity would be helpful, for example, they suggested that the FSA consider requiring firms to specify which strategies are managed to which level of compliance. Some also suggested that more specific disclosure should be required where a fund/portfolio is over a certain value.

Our response:

Our requirement would only apply in relation to disclosure of whether or not the firm applies the Code. Where firms choose to apply the Code, they will have separate reporting obligations as required under the principles of the Code. For example, Principle 7 requires institutional investors to report periodically on their stewardship and voting activities. Meeting the Code's principles would provide the level of granularity that some respondents desire.

We will consider the adequacy of disclosures in the future, in consultation with the FRC. However, we do not intend to make any alterations to the requirement at this point.

Q16: Do you agree that disclosure should be through the firm's website?

- 4.23 Website disclosure directly reflects the Walker Recommendation and most respondents felt it was appropriate to disclose via websites as they are readily accessible for potential clients and are a relatively easy format to update. The proviso was that the location of the statement should be well signposted.
- 4.24 Almost all respondents agreed that it was not proportionate to require the statement in periodic reporting on disclosure material or as part of authorisation. However, one respondent felt that it would be effective to include it as part of periodic reporting as this was a similar approach applied in relation to BIPRU.¹⁴

Our response:

The benefits of requiring disclosure via websites are that websites are relatively easy to update, are readily accessible for investors, and the implementation costs are likely to be relatively low. Where firms do not currently have a website, the proposed rule allows for them to disclose their commitment in another accessible form.

We do not intend to prescribe where on a firm's website the statement should be located. However, it must be disclosed clearly and we would encourage firms to make clear the linkage between the statement and other relevant investment information.

We do not consider it proportionate to require the disclosure as part of the authorisation process given that some investment approaches will not necessarily apply the stewardship principles.

Based on the responses, we do not currently see any additional benefits in requiring the statement in periodic reporting documents or as part of authorisation.

Q17: Do you agree with our assessment that the increase in costs for firms as a consequence of our proposed requirements will be of minimal significance?

- 4.25 Most respondents agreed that the nature of the disclosure requirement would result in only minimal additional costs, in particular, because the disclosure would be via a firm's website. However, one respondent was concerned that our cost benefit statement had been based solely on an Investment Management Association survey and that this was not representative of all firms.

Our response:

The disclosure requirement does not require compliance with the Code itself. Given the nature of the requirement (a statement on a firm's website), and based on the feedback to this consultation, we believe that the rule change will result in minimal costs for relevant firms.

14 The Prudential sourcebook for Banks, Building Societies and Investment Firms.

Implementation schedule

- 4.26 Two respondents suggested that we delay the implementation of the proposed rule.

Our response:

The Code was adopted at the start of July 2010 and is voluntary. Our proposed rule requires firms to disclose whether or not they have chosen to comply with the Code.

Given that most respondents agreed that the requirement would likely result in only minimal additional costs to firms, and firms themselves will decide whether to apply the Code or not, we do not see any reason to delay the introduction of this rule.

We also believe it is important to introduce this rule now to help embed the new Code in industry practice. The requirement will take effect from 6 December 2010.

Monitoring the disclosures

- 4.27 Some respondents suggested an ongoing role for the FSA in monitoring the quality of disclosures over time to ensure they do not become ‘boilerplate’ statements and to ensure they contain sufficient information to be useful for potential investors.
- 4.28 One respondent also suggested that the FSA maintain a website of those firms that were applying the Code.

Our response:

We will monitor compliance with this rule as we would with any other COBS requirement. Firms are reminded that Principle 7 of our Principles for Businesses requires firms to “pay due regard to the information needs of their clients, and communicate information to them in a way which is clear, fair and not misleading”. Breaches of this Principle will continue to be considered as at present.

The FRC will undertake annual monitoring of the take-up and application of the Code, which will begin in full in the second half of 2011. The FRC will also be reviewing individual policy statements in order to monitor the general quality of disclosure and will publish a list of firms that apply the Code on its website (<http://www.frc.org.uk/corporate/investorgovernance.cfm>).

Suggested wording changes

- 4.29 One respondent suggested changing the reference from ‘business model’ to ‘investment strategy’.
- 4.30 One respondent suggested re-phrasing the rule so that ‘manages investments’ becomes ‘managing investments’ to ensure that it is exactly the same as the glossary term in our Handbook.

Our response:

Although 'business model' is the term used in the Walker's recommendation, we are aware that the term is used in a broader context in the UK Corporate Governance Code.¹⁵ We believe that 'business model' and 'investment strategy' are interchangeable in this context and agree that making this change is preferable to avoid confusion.

We will also amend the requirement so that the glossary term '*managing investments*' is used.

Handbook changes

- 4.31 The changes that have been made in the light of consultation do not affect the cost benefit analysis or the compatibility statement which remain as published in CP10/15. The changes made to the Handbook are listed and described at paragraphs 2.21 to 2.24 of this Notice.

Chapter 6 of CP10/15 Quarterly consultation (No 25)

Conduct of Business Sourcebook (Abolition of Contracting Out for Defined Contribution Schemes) Instrument 2010 (FSA 2010/58)

Glossary of definitions

Conduct of Business sourcebook (COBS)

- 4.32 In Chapter 6 of CP10/15, we consulted on a change to our rules to reflect the Government's announcement in March 2010 that contracting-out through defined contribution schemes will end on 5 April 2012.
- 4.33 Our rules required that clients, who are considering whether they should contract out via a personal or stakeholder pension, be given a comparison between the pension given up in the State Second Pension (S2P) and projections of the pension they could buy with 'minimum contributions' from the government. The comparison was based on the total contributions for the current and the next two tax years. Consequently we proposed a change to the rules so that the comparison ended on 5 April 2012.
- 4.34 We received three responses, all of which agreed that our proposed rule was sufficiently clear and none proposed an alternative method of comparing the financial merits of contracting-out of S2P or remaining within it. However, two noted that the decision was not just a financial one because the S2P was less flexible than the options available with personal and stakeholder pensions.

Our response:

We agree that the decision about whether to contract-out is not a purely financial one, but the wider judgment is not something our rules for comparing the financial merits seek to address.

¹⁵ http://www.frc.org.uk/documents/pagemanager/Corporate_Governance/UK%20Corp%20Gov%20Code%20June%202010.pdf

- 4.35 We recognised that altering mainframe computer systems for a potentially small number of comparisons may be prohibitive. We therefore assumed that firms who wished to continue offering contracting-out would use alternative methods for producing the comparison. The two respondents who commented agreed that this would be possible but noted the high unit cost of doing so.

Our response:

We see no alternative to providing comparisons over a period that ends on 5 April 2012. Providers will therefore need to judge if it is worthwhile to change their systems to continue to offer the option of contracting out.

- 4.36 A trade body said that providers who have already made changes to their systems should be allowed to continue with the method they adopted.

Our response:

We do not wish to impose unnecessary costs upon providers, so we are willing to consider an alternative methods adopted by providers on an individual basis. They will need to satisfy us that they are providing clear and sufficient information to consumers.

- 4.37 In the light of the above we have decided to implement the rule change as described in our consultation.

- 4.38 One respondent asked for providers to be given sufficient time to amend their systems and asked for confirmation of the timing. As legislation now means contracting-out comparisons extending beyond 5 April 2012 are no longer appropriate, we have no discretion here so our revised rules will be effective from 24 November 2010.

Cost benefit analysis and compatibility statement

- 4.39 In CP10/15 we estimated that the number of consumers who wish to contract out in each of the next two tax years are likely to be less than 2,000 (from 20,000 in 2007). The number of comparisons requested would exceed this, but the demand faced by a provider still offering this option will be relatively low. No respondent challenged these assumptions.
- 4.40 Given the expected reduced demand for contracting-out before abolition, we anticipate that some firms may withdraw from the market. Firms remaining in the market will still have to provide a contracting-out comparison to consumers who are considering this option. We continue to expect firms without systems that can be readily updated to use adequate alternatives at negligible cost. One respondent pointed out that as the volumes will be low the unit cost will be high. However, firms will need to take into account the cost of complying with the amended law when assessing if they wish to remain in this market.
- 4.41 The compatibility statement remains unchanged from that published in CP10/15. The changes made by this instrument to the Handbook are listed and described in paragraphs 2.25 to 2.28 of this Notice.

Chapter 8 of CP10/15: Quarterly consultation (No 25)

Client Assets Sourcebook (Title Transfer) (Amendment) Instrument 2010 (FSA 2010/59)

Client assets sourcebook (CASS)

- 4.42 In Chapter 8 of CP10/15 we consulted on making changes:
- to the Title Transfer Collateral Arrangements (TTCA) rules and associated guidance;
 - to guidance associated with the ‘money due and payable to the firm’ rules.
- 4.43 The policy objective behind the introduction of these changes is to strengthen protection for retail clients who place money and assets with investment businesses, as well as to ensure a consistent application of our client money and asset rules.
- 4.44 We received 10 responses to the consultation, including a response submitted in respect of two affiliated firms, giving a total of 11 responses. Six of the responses were in respect of CFD and spread betting providers, while the others were in respect of TTCA and other services or products that were not identified in CP10/15.
- 4.45 In response to feedback received in respect of CP10/15 Chapter 8 questions 31 and 33 – 35 below we set out our response to the consultation responses received regarding spread betting and other CFD firms, but we have included feedback from other respondents (discussing other services or products) where we have judged their comments to be relevant to spread betting and/or CFD providers.
- 4.46 In response to feedback received in respect of question 32 below, we have summarised the issues raised by the remaining respondents, who have identified services or products not specifically identified in CP10/15.

Title Transfer Collateral Arrangements

- 4.47 In CP10/15 we proposed to limit the application of the Title Transfer Collateral Provisions (TTCA) in the custody rules (CASS 6) and the client money rules (CASS 7) so that they can only be used in relation to non-retail clients.
- 4.48 We asked:
- Q31: Do you agree with our proposals to achieve proper protection of retail clients’ money by limiting the application of TTCA to non-retail clients?
- 4.49 The responses to this proposal were balanced, with about equal numbers in support and against, and some further responses that gave partial or limited support for the consultation proposals.

- 4.50 Three responses gave outright support. Their reasons for agreeing centred on preventing risk to retail clients, better protection of retail clients' assets and money, and reduced risk to the FSA's statutory objectives.
- 4.51 Another response backed the proposals but suggested giving firms a longer period to comply with them. The respondent recommended allowing firms a longer period than the one month transitional provisions set out in the consultation in order to allow firms to repaper agreements and secure necessary refinancing arrangements. The respondent did not propose a concrete alternative time frame.
- 4.52 One response opposed our proposals to limit TTCA to non-retail clients arguing that it should be able to offer clients an opt-out provision after appropriate disclosures made by the firm.
- 4.53 Two respondents mentioned MiFID in their responses, not specifically in relation to spread betting and CFD providers, one specifically in response to Q31, and the other in its general remarks relating to the consultation. One of these respondents agreed with our position to limit TTCA to non-retail clients. The other respondent disagreed and could not see any basis in MiFID for the proposed prohibition, claiming that it did not provide for the availability of title transfer to be restricted in the way proposed.
- 4.54 One respondent, replying in the capacity of an individual, stated he did not understand the proposals.

Our response:

As we set out in the MiFID implementing Policy Statement (in 2007), our intention was that TTCA not be used for retail clients: "we take this opportunity to reiterate our earlier comments that we would be concerned if firms tried to use the flexibility in the Recitals to avoid providing client money protection to retail clients. This would appear inconsistent with a firm's obligation to act honestly, fairly and professionally."¹⁶

Taking account of the consultation responses proposed, we still believe the arguments put forward in the consultation and previous Policy Statement remain applicable.

The consultation proposed that the rule changes become effective with a short transitional period (the draft Handbook text proposed a 1 month transitional provision). Only one respondent, while agreeing with our proposals, set out that some firms may need a longer period in order to repaper their clients and arrange for financing. We disagree with this single respondent on the basis that, given the internet-based nature of the impacted spread betting and CFD industry, we believe that the affected firms should be able to repaper their clients within a short period. Furthermore, we have also been in communication with affected spread betting and CFD industry (directly and through their associations) since discovery of this issue in 2009, and have concluded that they should be able to arrange for refinancing within the original intended implementation period.

16 PS07/2 *Implementing the Markets in Financial Instruments Directive (MiFID)* (January 2007), Chapter 8, paragraph 8.5

In respect of the respondent that could not see any basis in MiFID for the proposed prohibition, MiFID applies certain protections to money and assets belonging to a client and we consider our rules to be in line with those protections. We also note that since the new measure would not add to or supplement any of the measures set out in Articles 16 to 20 of Directive 2006/73/EC, implementing MiFID, we consider that a notification under Article 4 of the same Directive is not necessary. The European Commission agreed with our assessment.

We have therefore made the changes to the rules that reflect what we have consulted on, so that they become effective to spread betting and other CFD providers on 1 December 2010 with a one month transitional period ending by 1 January 2011. During the transitional period we expect firms to take all practical steps to provide protections of segregating for retail clients, with that being an absolute requirement at the end of the transitional period.

- 4.55 At the time of publishing CP10/15 we were not aware of any firms using the TTCA in relation to retail clients other than spread betting firms and other CFD providers. Therefore, though the draft Handbook text included in the consultation was expressed to apply to firms providing all types of products to retail clients, the consultation Cost Benefit Analysis (CBA) and assessment of market failure was confined to spread betting and other CFD providers.
- 4.56 We asked:
- Q32: Are you aware of any other businesses that make use of TTCA for retail clients that have not been considered above?
- 4.57 One response was in respect of an IFA firm with an atypical business model that does not allow accepting commissions from product providers. These commission monies received by the firm are instead credited to clients' accounts and offset against any future fees. Currently, the firm uses the TTCA to exclude these monies from client money protection.
- 4.58 Two respondents felt that the proposals would unfairly bar retail clients from certain products, namely repos, stock lending and OTC derivatives, for which these respondents state TTCA are utilised.
- 4.59 One respondent noted that it was aware of some foreign exchange providers that made use of TTCA provisions.
- 4.60 One respondent stated that it feared that, although it currently did not use TTCA in respect of retail clients, that there would be an adverse effect as a result of the combined proposals of CP10/9 and CP10/5. Its response principally referred to CP10/9 *Enhancing the Client Assets Sourcebook*, and in particular the prohibition of some liens. The firm also stated that it felt the proposals in CP10/9 and CP10/15 would result in there being no opportunity for firms to treat client assets or client monies as collateral against trading or settlement debts these clients have caused firms to incur.

Our response:

Although we did consult on a Handbook rule that would have covered all products provided to retail clients, the published cost benefit analysis was only in relation to what we understood at the time to be the impacted industry.

At this stage, we have not come to a conclusive answer as to how prevalent the use of TTCA is in the products and services identified by these respondents. We are undertaking a review to assess the size of the industry affected by the proposed changes to TTCA in light of the responses. If a market failure is identified in respect of products and businesses other than spread betting and other CFD providers, then subject to our findings from this review, it remains our intention to bring forward further changes to the TTCA rules to cover all other products (in addition to spread bets and other CFDs) in accordance with our original consultation proposals set out in the CP10/15. We aim to provide feedback on this review as soon as practicable.

Until then, we have made the changes to TTCA rules (in CASS 6 and CASS 7) so that they largely follow those consulted on, however, limiting their application to the type of spread betting and other CFD (excluding rolling spot forex) providers identified in the QCP chapter 8 cost benefit analysis. We have captured the original population of spread betting and other CFD providers in rules by limiting the application to firms that are market makers in CFD products (excluding rolling spot forex contracts).

4.61 In respect of TTCA for CFD and spread betting firms, we asked:

Q33: Would these proposals have any unintended consequences not identified above?

4.62 One respondent, who supported the proposal, said that there might be an adverse effect on the liquidity of firms that rely on retail client money as a source of funding, and another response felt the proposals could lead to a reduction in the products offered to retail clients by reducing their profitability for firms.

Our response:

In respect of the objection raised above in terms of liquidity and number and variety of products offered, we would reiterate that this is not an unintended consequence of the proposal and was addressed in the consultation paper itself, where we acknowledged in the cost benefit analysis (in CP10/15 Chapter 8 paragraphs 8.37 to 8.38 in particular) the possibility of a reduction in the range of products offered and firms' profitability.

We also acknowledged in the consultation paper that the proposals may also impact the viability of some firms and may lead to some firms that provide spread betting and other CFD offerings ceasing to undertake business with retail clients. However, we also noted that these potential costs would be outweighed by the benefit of prohibiting business models relying on the non-segregation of retail client money.

While some firms may be affected substantially, we also note that more than half of firms providing spread betting and other CFD offerings to retail clients identified in the CBA do not use the TTCA to exclude their clients' monies from client money protection, and therefore will not be directly affected by our proposals. These firms will be able to continue offering these products to clients.

Money due and payable to the firm

- 4.63 Several respondents did not provide feedback to this question.
- 4.64 Three respondents agreed with the proposals outright, citing consumer protection, one respondent further stating that treating margin as 'due and payable' to the firm was 'inappropriate'.
- 4.65 Another respondent agreed that margin was not due and payable to a firm, but stated that it believed margin could be fairly treated under TTCA for retail clients. We have addressed this feedback in our responses above.
- 4.66 One respondent disagreed without giving any reasons, but referred to their previous responses which included the fact that they had not understood the proposals.

Our response:

We note that the majority of the respondents supported this proposal. We have made this change as consulted upon.

Cost benefit analysis

- 4.67 We address here only responses in respect of CFD and spread betting firms identified in the consultation cost benefit analysis.
- 4.68 The majority of respondents did not identify any extra costs.
- 4.69 One firm stated directly that it felt the costs were adequately covered by the consultation paper.
- 4.70 Another response stated directly that it felt there were no other direct costs, but felt that some products could become less profitable.
- 4.71 One response states that the FSA should take into account that firms offering products such as CFD trading usually offer better pricing to clients opting to be treated under TTCA.

Our response:

The economic costs noted by the respondents are consistent with the cost benefit analysis published in the consultation. In particular, we set out at the time that there will be some indirect costs of the proposed amendments. We noted that this was likely because they may affect the "pricing offered to consumers and potentially the viability of the relevant firms' current retail product offerings."¹⁷ We also recognised that the

17 CP10/15, Chapter 8, Paragraph 8.37

proposals may “impact the viability of some firms if their business models remain unchanged, and may lead to some spread betting and other CFD providers either ceasing to undertake business with retail clients or to completely cease providing spread betting and other CFD services.”¹⁸

Although we did not receive any responses raising this issue, in the CP we also acknowledged that there are likely to be some effects on competition as a result of the proposed measures. The proposals may lead to some firms leaving the market as some firms that do not currently segregate retail clients’ money may be unable to change their business models successfully. However, as explained above, the ceasing of business models based on unsegregated retail clients’ monies is likely to be beneficial to consumers and financial markets. Those firms segregating all retail client money they hold, while using TTCA only in relation to non-retail clients (including elective professional clients), will not be affected by the proposed policy.

- 4.72 The cost benefit analysis therefore remains unchanged from that published in CP10/15, as does the compatibility statement. The changes now made by this instrument are listed and described in paragraphs 2.33 to 2.42 of this Notice.

18 Ibid

Annex A

List of new instruments and addenda

(See also descriptions within Annex E)

Instrument made by the Board on 13 October 2010

| Title of instrument | CP | Modules affected | No. of instrument | Changes effective |
|--|------|-----------------------------|-------------------|---------------------------------|
| Client Assets Sourcebook (Enhancement) Instrument 2010 | 10/9 | Glossary, CASS , SUP | FSA 2010/52 | 1.1.11; 1.3.11; 1.6.11; 1.10.11 |

Instruments made or approved by the Board on 10 November 2010

| Title of instrument | CP | Modules affected | No. of instrument | Changes effective |
|--|--------------|--|-------------------|-------------------|
| Public Awareness Objective (Financial Services Act 2010) Instrument 2010 | n/a | Glossary , GEN, SUP, CRED, PROF | FSA 2010/53 | 11.11.10 |
| Financial Services Compensation Scheme (Deposit Tariff Base Amendment) Instrument 2010 | 10/15 (Ch 3) | FEES | FSA 2010/54 | 31.12.10 |
| [not used] | | | FSA 2010/55 | |
| Conduct of Business Sourcebook (Recording of Telephone Conversations and Electronic Communications) (No 2) Instrument 2010 | 10/7 | COBS | FSA 2010/56 | 14.11.11 |
| Conduct of Business Sourcebook (Stewardship Code) Instrument 2010 | 10/15 (Ch 5) | COBS | FSA 2010/57 | 6.12.10 |
| Conduct of Business Sourcebook (Abolition of Contracting Out for Defined Contribution Schemes) Instrument 2010 | 10/15 (Ch 6) | Glossary, COBS | FSA 2010/58 | 24.11.10 |
| Client Assets Sourcebook (Title Transfer) (Amendment) Instrument 2010 | 10/15 (Ch 8) | CASS | FSA 2010/59 | 1.12.10 |

Column 2 ("CP") shows the number of the corresponding consultation paper, where relevant.

Where the acronym of a module in Column 3 appears in **bold**, that module is the main one affected by the instrument shown, and changes made by that instrument are described in Chapter 2 or 3 under that module heading.

Table of Handbook modules showing amending instruments

1. The first of the tables in this Annex lists the modules which make up the Handbook and the instruments by which they were made or amended, together with the date (in italics) on which each module was first commenced (in whole or in part), the date of each instrument which amended it and the number of the Handbook Notice which described the making or amendment. The subsequent tables list instruments making material which lies outside the Handbook.
2. For detailed information on dates in force, see the legal instruments by which the text was made or amended. The date on which each paragraph of the Handbook (or, where relevant, its latest amendment) came into force appears in the consolidated text of the Handbook in the margin of the text beneath the status letter for the paragraph.
3. An asterisk * in this table beside the reference code for a module (or the heading of a table, for provisions outside the Handbook) shows that the Board made a change to that module at its last meeting.
4. The three columns on the right-hand side of this table show the FSA instrument number, the date the instrument was made and the number of the Handbook Notice ("HN") in which details of the instrument were first published.
5. This Annex reference only shows instruments made from 1 January 2008 onwards. We can however supply by email lists, for each Handbook module, of all instruments made *before* 31 December 2007. Requests, which should specify the relevant module(s), should be sent by email to nick.walker@fsa.gov.uk copied to roslyn.anderson@fsa.gov.uk

Handbook instruments made after 1 January 2008

| Ref Code | Sourcebook or manual | | |
|--------------------|----------------------|------------|--------------|
| Name of Instrument | | No of Inst | Date of Inst |
| | | | HN |

| *GLOSSARY | | | |
|--|---------|----------|----|
| <i>First brought into force</i> | - | 21.6.01 | - |
| Handbook Administration (No 8) Instrument 2008 | 2008/1 | 24.1.08 | 72 |
| Collective Investment Schemes Sourcebook (UCITS Eligible Assets Directive and Other Amendments) Instrument 2008 | 2008/5 | 28.2.08 | 73 |
| Regulated Covered Bonds Sourcebook Instrument 2008 | 2008/7 | 6.3.08 | 74 |
| Regulated Covered Bonds (Related Amendments) Instrument 2008 | 2008/8 | 6.3.08 | 74 |
| General Prudential Sourcebook (Adequacy of Financial Resources) (Amendment) Instrument 2008 | 2008/12 | 27.3.08 | 75 |
| Permitted Links (Amendment No 2) Instrument 2008 | 2008/16 | 27.3.08 | 75 |
| Integrated Regulatory Reporting (Removal of Annual Financial Returns and Reconciliations) Instrument 2008 | 2008/17 | 27.3.08 | 75 |
| Dispute Resolution: Complaints (Simplification (No 2) and other Amendments) Instrument 2008 (<i>made jointly with FOS as FOS 2008/3</i>) | 2008/18 | 27.3.08 | 75 |
| Handbook Administration (No 9) Instrument 2008 | 2008/19 | 24.4.08 | 76 |
| Companies Act 2006 (Consequential Handbook Amendments) Instrument 2008 | 2008/22 | 22.5.08 | 77 |
| Connected Travel Insurance Instrument 2008 | 2008/24 | 22.5.08 | 77 |
| Market Conduct Sourcebook (Amendment No 9) Instrument 2008 | 2008/25 | 22.5.08 | 77 |
| Collective Investment Schemes Sourcebook (Electronic Communications) Instrument 2008 (REVOKED: July 2008) | 2008/27 | 22.5.08 | 77 |
| Collective Investment Schemes Sourcebook (Property Authorised Investment Funds) Instrument 2008 | 2008/28 | 22.5.08 | 77 |
| Short Selling Instrument 2008 | 2008/30 | 12.6.08 | 78 |
| Disclosure Rules and Transparency Rules Sourcebook (Corporate Governance Rules) Instrument 2008 | 2008/32 | 26.6.08 | 78 |
| Handbook Administration (No 10) Instrument 2008 | 2008/33 | 24.7.08 | 79 |
| Glossary Amendment (Biofuels and Biomass) Instrument 2008 | 2008/34 | 24.7.08 | 79 |
| Disclosure Documents (Amendment) Instrument 2008 | 2008/35 | 24.7.08 | 79 |
| Supervision Manual (Controlled Functions) (Amendment) Instrument 2008 | 2008/37 | 24.7.08 | 79 |
| Short Selling (No 2) Instrument 2008 | 2008/50 | 18.9.08 | 81 |
| Short Selling (No 3) Instrument 2008 | 2008/51 | 23.9.08 | 81 |
| Companies Act 2006 (Consequential Handbook Amendments No 2) Instrument 2008 | 2008/41 | 25.9.08 | 81 |
| Client Assets Sourcebook (Common Platform Provisions) Instrument 2008 | 2008/45 | 25.9.08 | 81 |
| Handbook Administration (No 11) Instrument 2008 | 2008/55 | 29.10.08 | 82 |
| Glossary Amendment (Definition of Preference Share) Instrument 2008 | 2008/56 | 29.10.08 | 82 |
| Financial Services Compensation Scheme (Amendment of Tariff Measures and Other Levy Rules) Instrument 2008 | 2008/57 | 29.10.08 | 82 |
| Prudential Categories (Amendment) Instrument 2008 | 2008/65 | 4.12.08 | 83 |
| Prudential Requirements for Insurers (Amendment No 3) Instrument 2008 | 2008/66 | 4.12.08 | 83 |
| Decision Procedure and Penalties Manual and Enforcement Guide (Amendment) Instrument 2008 | 2008/68 | 4.12.08 | 83 |
| Listing Rules (Sponsors) (Amendment) Instrument 2008 | 2008/70 | 4.12.08 | 83 |
| Short Selling (No 5) Instrument 2009 | 2009/1 | 14.1.09 | 84 |
| Collective Investment Schemes Sourcebook (Electronic Communications) Instrument 2009 | 2009/5 | 22.1.09 | 84 |
| Supervision Manual (Passporting and Reinsurance) (Amendment) Instrument 2009 | 2009/9 | 26.2.09 | 85 |
| Trading Plan Instrument 2009 | 2009/12 | 26.2.09 | 85 |
| Payment Services Instrument 2009 | 2009/14 | 26.3.09 | 86 |
| Collective Investment Schemes Sourcebook (Consequential Amendments No 2) Instrument 2009 | 2009/18 | 26.3.09 | 86 |
| Supervision Manual (Controllers) (Amendment) Instrument 2009 | 2009/20 | 26.3.09 | 86 |
| Handbook Administration (No 13) Instrument 2009 | 2009/22 | 23.4.09 | 87 |
| Fees (Payment Services) Instrument 2009 | 2009/23 | 23.4.09 | 87 |
| Banking: Conduct of Business Sourcebook Instrument 2009 | 2009/24 | 23.4.09 | 87 |
| Periodic Fees (2009/2010) and Other Fees Instrument 2009 | 2009/27 | 28.5.09 | 88 |
| Fees (Payment Services) (No 2) Instrument 2009 | 2009/28 | 28.5.09 | 88 |
| Compensation Sourcebook (Deposit Guarantee Schemes Directive Amendments) Instrument 2009 | 2009/29 | 28.5.09 | 88 |
| Recognised Investment Exchanges and Recognised Clearing Houses Sourcebook (Amendments to | 2009/30 | 28.5.09 | 88 |

| Ref Code | Sourcebook or manual | | |
|--------------------|--|---------------|--------------|
| Name of Instrument | | No of Inst | Date of Inst |
| | | | HN |
| | Recognition Requirements) Instrument 2009 | | |
| | Interim Permitted Regulated Sale and Rent Back Activities Instrument 2009 (<i>made jointly with FOS as FOS 2009/3</i>) | 2009/36 | 1.7.09 90 |
| | Handbook Administration (No 14) Instrument 2009 | 2009/37 | 23.7.09 90 |
| | Dormant Bank and Building Society Accounts Instrument 2009 | 2009/38 | 23.7.09 90 |
| | Supervision Manual (Controlled Functions) (Amendment No 2) Instrument 2009 | 2009/42 | 23.7.09 90 |
| | Collective Investment Schemes Sourcebook (Single Sub-fund Umbrellas) Instrument 2009 | 2009/44 | 23.7.09 90 |
| | Financial Services Compensation Scheme (Banking Compensation Reform) Instrument 2009 | 2009/47 | 23.7.09 90 |
| | Senior Management Arrangements, Systems and Controls (Remuneration Code) Instrument 2009 | 2009/48 | 11.8.09 91 |
| | Payment Services (Financial Ombudsman Service Case Fees 2009/2010) Instrument 2009 (<i>instrument made by FOS</i>) | FOS 2009/4 | 16.9.09 92 |
| | Handbook Administration (No 15) Instrument 2009 | 2009/49 | 24.9.09 92 |
| | Companies Act 2006 (Consequential Handbook Amendments No 3) Instrument 2009 | 2009/50 | 24.9.09 92 |
| | Banking: Conduct of Business Sourcebook (Amendment) and Consequential Amendments Instrument 2009 | 2009/52 | 24.9.09 92 |
| | Listing Rules Sourcebook (Amendment No 3) Instrument 2009 | 2009/54 | 24.9.09 92 |
| | Prudential Sourcebook for Banks, Building Societies and Investment Firms (Liquidity) Instrument 2009 | 2009/55 | 30.9.09 93 |
| | Supervision Manual (Integrated Regulatory Reporting of Liquidity for Banks, Building Societies and Investment Firms) Instrument 2009 | 2009/56 | 30.9.09 93 |
| | Payment Services (Gibraltar-based Firms) Instrument 2009 (<i>instrument made jointly with FOS as FOS 2009/5</i>) | 2009/57 | 5.11.09 94 |
| | Approved Reinsurance to Close Instrument 2009 | 2009/61 | 5.11.09 94 |
| | Capital Resources and Professional Indemnity Insurance Requirements for Personal Investment Firms Instrument 2009 | 2009/62 | 5.11.09 94 |
| | Financial Services Compensation Scheme (Single Customer View Supervision and other Amendments) Instrument 2009 | 2009/66 | 5.11.09 94 |
| | Treaty of Lisbon (Consequential Handbook Amendments) Instrument 2009 | 2009/67 | 27.11.09 95 |
| | Prudential Sourcebook for Banks, Building Societies and Investment Firms (Liquidity) (Consequential Amendments) Instrument 2009 | 2009/68 | 27.11.09 95 |
| | Handbook Administration (No 16) Instrument 2009 | 2009/69 | 10.12.09 95 |
| | Prudential Requirements (Stress Testing) Instrument 2009 | 2009/72 | 10.12.09 95 |
| | Sale and Rent Back Instrument 2010 | 2010/1 | 28.1.10 96 |
| | Dispute Resolution: Complaints (Publication of Complaints Data) Instrument 2010 | 2010/2 | 28.1.10 96 |
| | Collective Investment Schemes Sourcebook (Accounting Amendments) Instrument 2010 | 2010/3 | 28.1.10 96 |
| | Funds of Alternative Investment Funds Instrument 2010 | 2010/5 | 25.2.10 97 |
| | Alternative Finance Investment Bonds Instrument 2010 | 2010/6 | 25.2.10 97 |
| | Listing Rules Sourcebook (Amendment No 4) Instrument 2010 | 2010/7 | 25.2.10 97 |
| | Handbook Administration (No 17) Instrument 2010 | 2010/8 | 25.3.10 98 |
| | Building Societies Sourcebook Instrument 2010 | 2010/11 | 25.3.10 98 |
| | Retail Distribution Review (Adviser Charging) Instrument 2010 | 2010/12 | 25.3.10 98 |
| | Periodic Fees (2010/2011) and Other Fees Instrument 2010 | 2010/15 | 27.5.10 100 |
| | Fees (CFEB Levy) Instrument 2010 | 2010/16 | 27.5.10 100 |
| | Handbook Administration (No 18) Instrument 2010 | 2010/19 | 24.6.10 101 |
| | Retail Distribution Review (Corporate Pensions) Instrument 2010 | 2010/21 | 24.6.10 101 |
| | Financial Stability and Market Confidence Sourcebook Instrument 2010 | 2010/25 | 22.7.10 102 |
| | Enforcement Powers (Financial Services Act 2010) Instrument 2010 | 2010/26 | 22.7.10 102 |
| | Financial Services Compensation Scheme (Financial Services Act 2010) Instrument 2010 | 2010/27 | 22.7.10 102 |
| | Consequential Amendments (Financial Services Act 2010) Instrument 2010 | 2010/28 | 22.7.10 102 |
| | Capital Requirements Directive (Handbook Amendments) Instrument 2010 | 2010/29 | 22.7.10 102 |
| | UK Corporate Governance Code (Handbook Amendments) Instrument 2010 | 2010/39 | 22.7.10 102 |
| | Handbook Administration (No 19) Instrument 2010 | 2010/40 | 23.9.10 103 |
| | Capital Requirements Directive (Large Exposures) Instrument 2010 | 2010/41 | 23.9.10 103 |
| | Prudential Requirements (Capital Planning Buffer) Instrument 2010 | 2010/42 | 23.9.10 103 |
| | Liquidity Standards (Miscellaneous Amendments) Instrument 2010 | 2010/43 | 23.9.10 103 |
| | Financial Services Compensation Scheme (Financial Services Act 2010) (No 2) Instrument 2010 | 2010/45 | 23.9.10 103 |

| Ref Code | Sourcebook or manual | | |
|--|----------------------|------------|--------------|
| Name of Instrument | | No of Inst | Date of Inst |
| | | | HN |
| Retail Distribution Review (Pure Protection) Instrument 2010 | | 2010/46 | 23.9.10 103 |
| Controlled Functions (Amendment) Instrument 2010 | | 2010/48 | 23.9.10 103 |
| Disclosure Rules and Transparency Rules Sourcebook (Amendment No 4) Instrument 2010 | | 2010/51 | 23.9.10 103 |
| Client Assets Sourcebook (Enhancement) Instrument 2010 | | 2010/52 | 13.10.10 104 |
| Public Awareness Objective (Financial Services Act 2010) Instrument 2010 | | 2010/53 | 10.11.10 104 |
| Conduct of Business Sourcebook (Abolition of Contracting Out for Defined Contribution Schemes) Instrument 2010 | | 2010/58 | 10.11.10 104 |

HIGH LEVEL STANDARDS

| PRIN | The Principles for Businesses | | |
|--|-------------------------------|---------|-------------|
| <i>First brought into force</i> | | - | 1.12.01 - |
| Handbook Administration (No 11) Instrument 2008 | | 2008/55 | 29.10.08 82 |
| Payment Services Instrument 2009 | | 2009/14 | 26.3.09 86 |
| Banking: Conduct of Business Sourcebook Instrument 2009 | | 2009/24 | 23.4.09 87 |
| Dormant Bank and Building Society Accounts Instrument 2009 | | 2009/38 | 23.7.09 90 |
| Handbook Administration (No 15) Instrument 2009 | | 2009/49 | 24.9.09 92 |
| Treaty of Lisbon (Consequential Handbook Amendments) Instrument 2009 | | 2009/67 | 27.11.09 95 |
| Consequential Amendments (Financial Services Act 2010) Instrument 2010 | | 2010/28 | 22.7.10 102 |

| SYSC | Senior Management Arrangements, Systems and Controls | | |
|---|--|---------|-------------|
| <i>First brought into force</i> | | - | 1.12.01 - |
| Conduct of Business Sourcebook (Recording of Telephone Conversations and Electronic Communications) Instrument 2008 | | 2008/6 | 28.2.08 73 |
| Handbook Administration (No 10) Instrument 2008 | | 2008/33 | 24.7.08 79 |
| Supervision Manual (Controlled Functions) (Amendment) Instrument 2008 | | 2008/37 | 24.7.08 79 |
| Senior Management Arrangements, Systems and Controls (Extension of Common Platform Provisions) Instrument 2008 | | 2008/40 | 25.9.08 81 |
| Senior Management Arrangements, Systems and Controls (Amendment No 2) Instrument 2009 | | 2009/7 | 26.2.09 85 |
| Collective Investment Schemes Sourcebook (Consequential Amendments No 2) Instrument 2009 | | 2009/18 | 26.3.09 86 |
| Handbook Administration (No 13) Instrument 2009 | | 2009/22 | 23.4.09 87 |
| Interim Permitted Regulated Sale and Rent Back Activities Instrument 2009 (<i>made jointly with FOS as FOS 2009/3</i>) | | 2009/36 | 1.7.09 90 |
| Handbook Administration (No 14) Instrument 2009 | | 2009/37 | 23.7.09 90 |
| Dormant Bank and Building Society Accounts Instrument 2009 | | 2009/38 | 23.7.09 90 |
| Senior Management Arrangements, Systems and Controls (Remuneration Code) Instrument 2009 | | 2009/48 | 11.8.09 91 |
| Handbook Administration (No 15) Instrument 2009 | | 2009/49 | 24.9.09 92 |
| Prudential Sourcebook for Banks, Building Societies and Investment Firms (Liquidity) Instrument 2009 | | 2009/55 | 30.9.09 93 |
| Treaty of Lisbon (Consequential Handbook Amendments) Instrument 2009 | | 2009/67 | 27.11.09 95 |
| Prudential Sourcebook for Banks, Building Societies and Investment Firms (Liquidity) (Consequential Amendments) Instrument 2009 | | 2009/68 | 27.11.09 95 |
| Prudential Requirements (Stress Testing) Instrument 2009 | | 2009/72 | 10.12.09 95 |
| Consequential Amendments (Financial Services Act 2010) Instrument 2010 | | 2010/28 | 22.7.10 102 |
| UK Corporate Governance Code (Handbook Amendments) Instrument 2010 | | 2010/39 | 22.7.10 102 |
| Handbook Administration (No 19) Instrument 2010 | | 2010/40 | 23.9.10 103 |
| Liquidity Standards (Miscellaneous Amendments) Instrument 2010 | | 2010/43 | 23.9.10 103 |
| Controlled Functions (Amendment) Instrument 2010 | | 2010/48 | 23.9.10 103 |

| COND | Threshold Conditions | | |
|---|----------------------|---------|-------------|
| <i>First brought into force</i> | | - | 3.9.01 - |
| Handbook Administration (No 8) Instrument 2008 | | 2008/1 | 24.1.08 72 |
| Handbook Administration (No 11) Instrument 2008 | | 2008/55 | 29.10.08 82 |

| Ref Code | Sourcebook or manual | | |
|--------------------|---|------------|--------------|
| Name of Instrument | | No of Inst | Date of Inst |
| | | | HN |
| | Threshold Conditions (Banking Act 2009) Instrument 2009 | 2009/39 | 23.7.09 90 |
| | Companies Act 2006 (Consequential Handbook Amendments No 3) Instrument 2009 | 2009/50 | 24.9.09 92 |
| | Close Links Reporting Instrument 2009 | 2009/63 | 5.11.09 94 |
| | Handbook Administration (No 17) Instrument 2010 | 2010/8 | 25.3.10 98 |
| | Financial Stability and Market Confidence Sourcebook Instrument 2010 | 2010/25 | 22.7.10 102 |
| | Consequential Amendments (Financial Services Act 2010) Instrument 2010 | 2010/28 | 22.7.10 102 |
| | Handbook Administration (No 19) Instrument 2010 | 2010/40 | 23.9.10 103 |

| APER | Statements of Principle and Code of Practice for Approved Persons | | |
|------|--|---------|-------------|
| | <i>First brought into force</i> | - | 1.12.01 - |
| | Senior Management Arrangements, Systems and Controls (Extension of Common Platform Provisions) Instrument 2008 | 2008/40 | 25.9.08 81 |
| | Supervision Manual (Controlled Functions) (Amendment No 2) Instrument 2009 | 2009/42 | 23.7.09 90 |
| | Handbook Administration (No 18) Instrument 2010 | 2010/19 | 24.6.10 101 |
| | UK Corporate Governance Code (Handbook Amendments) Instrument 2010 | 2010/39 | 22.7.10 102 |
| | Controlled Functions (Amendment) Instrument 2010 | 2010/48 | 23.9.10 103 |

| FIT | The Fit and Proper test for Approved Persons | | |
|-----|--|---------|-------------|
| | <i>First brought into force</i> | - | 3.9.01 - |
| | Senior Management Arrangements, Systems and Controls (Extension of Common Platform Provisions) Instrument 2008 | 2008/40 | 25.9.08 81 |
| | Handbook Administration (No 12) Instrument 2009 | 2009/3 | 22.1.09 84 |
| | Handbook Administration (No 13) Instrument 2009 | 2009/22 | 23.4.09 87 |
| | Handbook Administration (No 19) Instrument 2010 | 2010/40 | 23.9.10 103 |
| | Controlled Functions (Amendment) Instrument 2010 | 2010/48 | 23.9.10 103 |

| FINMAR | Financial Stability and Market Confidence sourcebook | | |
|--------|--|---------|-------------|
| | <i>First brought into force</i> | - | 6.8.10 - |
| | Financial Stability and Market Confidence Sourcebook Instrument 2010 | 2010/25 | 22.7.10 102 |

| *GEN | General Provisions | | |
|------|--|---------|--------------|
| | <i>First brought into force</i> | - | 21.6.01 - |
| | Handbook Administration (No 8) Instrument 2008 | 2008/1 | 24.1.08 72 |
| | Regulatory Reform (Financial Services and Markets Act 2000) Order 2007 (Consequential Handbook Amendments) Instrument 2008 | 2008/2 | 24.1.08 72 |
| | Companies Act 2006 (Transitional Provisions) Instrument 2008 | 2008/9 | 27.3.08 75 |
| | Companies Act 2006 (Consequential Handbook Amendments) Instrument 2008 | 2008/22 | 22.5.08 77 |
| | Disclosure Documents (Amendment) Instrument 2008 | 2008/35 | 24.7.08 79 |
| | FSA Logo Licence (Amendment) Instrument 2008 | 2008/39 | 20.8.08 80 |
| | Status Disclosure and FSA Logo Instrument 2008 | 2008/42 | 25.9.08 81 |
| | Handbook Administration (No 11) Instrument 2008 | 2008/55 | 29.10.08 82 |
| | Payment Services Instrument 2009 | 2009/14 | 26.3.09 86 |
| | Handbook Administration (No 14) Instrument 2009 | 2009/37 | 23.7.09 90 |
| | Handbook Administration (No 15) Instrument 2009 | 2009/49 | 24.9.09 92 |
| | Companies Act 2006 (Consequential Handbook Amendments No 3) Instrument 2009 | 2009/50 | 24.9.09 92 |
| | Banking: Conduct of Business Sourcebook (Amendment) and Consequential Amendments Instrument 2009 | 2009/52 | 24.9.09 92 |
| | Treaty of Lisbon (Consequential Handbook Amendments) Instrument 2009 | 2009/67 | 27.11.09 95 |
| | Handbook Administration (No 16) Instrument 2009 | 2009/69 | 10.12.09 95 |
| | Sale and Rent Back Instrument 2010 | 2010/1 | 28.1.10 96 |
| | Handbook Administration (No 19) Instrument 2010 | 2010/40 | 23.9.10 103 |
| | Public Awareness Objective (Financial Services Act 2010) Instrument 2010 | 2010/53 | 10.11.10 104 |

| Ref Code | Sourcebook or manual | | |
|--------------------|----------------------|------------|--------------|
| Name of Instrument | | No of Inst | Date of Inst |
| | | | HN |

| FEES | Fees | | | |
|------|---|---------------|----------|-----|
| | <i>First brought into force</i> | - | 1.1.06 | - |
| | Handbook Administration (No 8) Instrument 2008 | 2008/1 | 24.1.08 | 72 |
| | Fees Provisions (2008/2009) Instrument 2008 | 2008/10 | 27.3.08 | 75 |
| | Financial Services Compensation Scheme (Amendment of Fees Provisions) Instrument 2008 | 2008/11 | 27.3.08 | 75 |
| | Fees Manual (Financial Ombudsman Service Case Fees 2008/2009) Instrument 2008 | FOS 2008/2 | 5.3.08 | 75 |
| | Dispute Resolution: Complaints (Simplification (No 2) and other Amendments) Instrument 2008 <i>(made jointly with FOS as FOS 2008/3)</i> | 2008/18 | 27.3.08 | 75 |
| | Periodic Fees (2008/2009) and Other Fees Instrument 2008 | 2008/23 | 22.5.08 | 77 |
| | Connected Travel Insurance Instrument 2008 | 2008/24 | 22.5.08 | 77 |
| | Handbook Administration (No 10) Instrument 2008 | 2008/33 | 24.7.08 | 79 |
| | Periodic Fees (Solvency 2) Instrument 2008 | 2008/43 | 25.9.08 | 81 |
| | Fees (Transaction Reporting) (Amendment) Instrument 2008 | 2008/49 | 25.9.08 | 81 |
| | Financial Services Compensation Scheme (Amendment of Fees Provisions (No 2)) Instrument 2008 | 2008/52 | 29.9.08 | 82 |
| | Financial Services Compensation Scheme (Amendment of Fees Provisions (No 3)) Instrument 2008 | 2008/54 | 7.10.08 | 82 |
| | Handbook Administration (No 11) Instrument 2008 | 2008/55 | 29.10.08 | 82 |
| | Financial Services Compensation Scheme (Amendment of Tariff Measures and Other Levy Rules) Instrument 2008 | 2008/57 | 29.10.08 | 82 |
| | Financial Services Compensation Scheme (Amendment of Fees Provisions (No 4)) Instrument 2008 | 2008/63 | 29.10.08 | 82 |
| | Fees Manual (Financial Ombudsman Service Case Fees 2009/2010) Instrument 2009 | FOS 2009/2 | 13.3.09 | 86 |
| | Fees Provisions (2009/2010) Instrument 2009 | 2009/15 | 26.3.09 | 86 |
| | Fees (Miscellaneous Amendments) Instrument 2009 | 2009/16 | 26.3.09 | 86 |
| | Collective Investment Schemes Sourcebook (Consequential Amendments No 2) Instrument 2009 | 2009/18 | 26.3.09 | 86 |
| | Handbook Administration (No 13) Instrument 2009 | 2009/22 | 23.4.09 | 87 |
| | Fees (Payment Services) Instrument 2009 | 2009/23 | 23.4.09 | 87 |
| | Periodic Fees (2009/2010) and Other Fees Instrument 2009 | 2009/27 | 28.5.09 | 88 |
| | Fees (Payment Services) (No 2) Instrument 2009 | 2009/28 | 28.5.09 | 88 |
| | Fees (Electronic Payments) Instrument 2009 | 2009/32 | 25.6.09 | 89 |
| | Interim Permitted Regulated Sale and Rent Back Activities Instrument 2009 <i>(made jointly with FOS as FOS 2009/3)</i> | 2009/36 | 1.7.09 | 90 |
| | Dormant Bank and Building Society Accounts Instrument 2009 | 2009/38 | 23.7.09 | 90 |
| | Financial Services Compensation Scheme (Banking Compensation Reform) Instrument 2009 | 2009/47 | 23.7.09 | 90 |
| | Payment Services (Financial Ombudsman Service Case Fees 2009/2010) Instrument 2009 <i>(instrument made by FOS)</i> | FOS 2009/4 | 16.9.09 | 92 |
| | Handbook Administration (No 15) Instrument 2009 | 2009/49 | 24.9.09 | 92 |
| | Financial Services Compensation Scheme (Single Customer View Supervision and other Amendments) Instrument 2009 | 2009/66 | 5.11.09 | 94 |
| | Fees (Miscellaneous Amendments) (No 2) Instrument 2009 | 2009/70 | 10.12.09 | 95 |
| | Fees (Building Societies) Instrument 2009 | 2009/71 | 10.12.09 | 95 |
| | Sale and Rent Back Instrument 2010 | 2010/1 | 28.1.10 | 96 |
| | Fees Manual (Financial Ombudsman Service Case Fees 2010/2011) Instrument 2010 | FOS 2010/1 | 10.3.10 | 98 |
| | Handbook Administration (No 17) Instrument 2010 | 2010/8 | 25.3.10 | 98 |
| | Fees Provisions (2010/2011) Instrument 2010 | 2010/9 | 25.3.10 | 98 |
| | Fees Provisions (Amendment No 2) Instrument 2010 | 2010/10 | 25.3.10 | 98 |
| | Periodic Fees (2010/2011) and Other Fees Instrument 2010 | 2010/15 | 27.5.10 | 100 |
| | Fees (CFEB Levy) Instrument 2010 | 2010/16 | 27.5.10 | 100 |
| | Fees (Special Project Fee for Restructuring) (Amendment) Instrument 2010 | 2010/20 | 24.6.10 | 101 |
| | Financial Services Compensation Scheme (Financial Services Act 2010) Instrument 2010 | 2010/27 | 22.7.10 | 102 |
| | Financial Services Compensation Scheme (Financial Services Act 2010) (No 2) Instrument 2010 | 2010/45 | 23.9.10 | 103 |
| | Financial Services Compensation Scheme (Deposit Tariff Base Amendment) Instrument 2010 | 2010/54 | 10.11.10 | 104 |

| Ref Code | Sourcebook or manual | No of Inst | Date of Inst |
|--------------------|----------------------|------------|--------------|
| Name of Instrument | | HN | |

PRUDENTIAL STANDARDS

| GENPRU | General Prudential sourcebook | | | |
|--------|---|---------|----------|-----|
| | <i>First brought into force (in part)</i> | | 31.12.06 | |
| | General Prudential Sourcebook (Capital Resources Amendment) Instrument 2008 | 2008/3 | 24.1.08 | 72 |
| | General Prudential Sourcebook (Adequacy of Financial Resources) (Amendment) Instrument 2008 | 2008/12 | 27.3.08 | 75 |
| | Companies Act 2006 (Consequential Handbook Amendments) Instrument 2008 | 2008/22 | 22.5.08 | 77 |
| | General Prudential Sourcebook (Capital Adequacy Calculations for Financial Conglomerates) (Amendment) Instrument 2008 | 2008/31 | 26.6.08 | 78 |
| | Prudential Requirements for Insurers (Amendment No 3) Instrument 2008 | 2008/66 | 4.12.08 | 83 |
| | General Prudential Sourcebook (Notification of Redemption or Repayment) Instrument 2009 | 2009/8 | 26.2.09 | 85 |
| | Reclassification of Available-For-Sale Debt Instrument 2009 | 2009/40 | 23.7.09 | 90 |
| | Senior Management Arrangements, Systems and Controls (Remuneration Code) Instrument 2009 | 2009/48 | 11.8.09 | 91 |
| | Companies Act 2006 (Consequential Handbook Amendments No 3) Instrument 2009 | 2009/50 | 24.9.09 | 92 |
| | Prudential Requirements for Insurers (Amendment No 4) Instrument 2009 | 2009/60 | 5.11.09 | 94 |
| | Treaty of Lisbon (Consequential Handbook Amendments) Instrument 2009 | 2009/67 | 27.11.09 | 95 |
| | Prudential Sourcebook for Banks, Building Societies and Investment Firms (Liquidity) (Consequential Amendments) Instrument 2009 | 2009/68 | 27.11.09 | 95 |
| | Prudential Requirements (Stress Testing) Instrument 2009 | 2009/72 | 10.12.09 | 95 |
| | Handbook Administration (No 17) Instrument 2010 | 2010/8 | 25.3.10 | 98 |
| | Handbook Administration (No 18) Instrument 2010 | 2010/19 | 24.6.10 | 101 |
| | Capital Requirements Directive (Handbook Amendments) Instrument 2010 | 2010/29 | 22.7.10 | 102 |
| | Handbook Administration (No 19) Instrument 2010 | 2010/40 | 23.9.10 | 103 |
| | Capital Requirements Directive (Large Exposures) Instrument 2010 | 2010/41 | 23.9.10 | 103 |
| | Prudential Requirements (Capital Planning Buffer) Instrument 2010 | 2010/42 | 23.9.10 | 103 |

| BIPRU | Prudential sourcebook for Banks, Building Societies and Investment Firms | | | |
|-------|--|---------|----------|-----|
| | <i>First brought into force (in part)</i> | | 1.1.07 | |
| | Prudential Sourcebook for Banks, Building Societies and Investment Firms (Lifetime Mortgages) Instrument 2008 | 2008/4 | 28.2.08 | 73 |
| | Companies Act 2006 (Consequential Handbook Amendments) Instrument 2008 | 2008/22 | 22.5.08 | 77 |
| | Prudential Sourcebook for Banks, Building Societies and Investment Firms (Credit Derivatives Specific Risk) Instrument 2008 | 2008/58 | 29.10.08 | 82 |
| | Handbook Administration (No 13) Instrument 2009 | 2009/22 | 23.4.09 | 87 |
| | Handbook Administration (No 15) Instrument 2009 | 2009/49 | 24.9.09 | 92 |
| | Prudential Sourcebook for Banks, Building Societies and Investment Firms (Liquidity) Instrument 2009 | 2009/55 | 30.9.09 | 93 |
| | Prudential Sourcebook for Banks, Building Societies and Investment Firms (Capital Floors) Instrument 2009 | 2009/58 | 5.11.09 | 94 |
| | Prudential Sourcebook for Banks, Building Societies and Investment Firms (Large Exposures Transitional Provisions) (Amendment) Instrument 2009 | 2009/59 | 5.11.09 | 94 |
| | Treaty of Lisbon (Consequential Handbook Amendments) Instrument 2009 | 2009/67 | 27.11.09 | 95 |
| | Prudential Sourcebook for Banks, Building Societies and Investment Firms (Liquidity) (Consequential Amendments) Instrument 2009 | 2009/68 | 27.11.09 | 95 |
| | Prudential Requirements (Stress Testing) Instrument 2009 | 2009/72 | 10.12.09 | 95 |
| | Prudential Sourcebook for Banks, Building Societies and Investment Firms (Short-Term Trade Finance Transactions) Instrument 2009 | 2009/73 | 10.12.09 | 95 |
| | Consequential Amendments (Financial Services Act 2010) Instrument 2010 | 2010/28 | 22.7.10 | 102 |
| | Capital Requirements Directive (Handbook Amendments) Instrument 2010 | 2010/29 | 22.7.10 | 102 |
| | Prudential Sourcebook for Banks, Building Societies and Investment Firms (Liquidity) (Amendment) Instrument 2010 | 2010/30 | 22.7.10 | 102 |
| | Handbook Administration (No 19) Instrument 2010 | 2010/40 | 23.9.10 | 103 |
| | Capital Requirements Directive (Large Exposures) Instrument 2010 | 2010/41 | 23.9.10 | 103 |
| | Prudential Requirements (Capital Planning Buffer) Instrument 2010 | 2010/42 | 23.9.10 | 103 |

| Ref Code | Sourcebook or manual | No of Inst | Date of Inst |
|--------------------|----------------------|------------|--------------|
| Name of Instrument | | | HN |

| | | | |
|--|---------|---------|-----|
| Liquidity Standards (Miscellaneous Amendments) Instrument 2010 | 2010/43 | 23.9.10 | 103 |
|--|---------|---------|-----|

| INSPRU | Prudential sourcebook for Insurers | | |
|--|------------------------------------|----------|-----|
| <i>First brought into force</i> | | 31.12.06 | |
| Regulated Covered Bonds (Related Amendments) Instrument 2008 | 2008/8 | 6.3.08 | 74 |
| Prudential Sourcebook for Insurers (Amendment) Instrument 2008 | 2008/13 | 27.3.08 | 75 |
| Prudential Requirements for Insurers (Amendment No 3) Instrument 2008 | 2008/66 | 4.12.08 | 83 |
| Handbook Administration (No 15) Instrument 2009 | 2009/49 | 24.9.09 | 92 |
| Prudential Requirements for Insurers (Amendment No 4) Instrument 2009 | 2009/60 | 5.11.09 | 94 |
| Approved Reinsurance to Close Instrument 2009 | 2009/61 | 5.11.09 | 94 |
| Treaty of Lisbon (Consequential Handbook Amendments) Instrument 2009 | 2009/67 | 27.11.09 | 95 |
| Handbook Administration (No 16) Instrument 2009 | 2009/69 | 10.12.09 | 95 |
| Prudential Requirements (Stress Testing) Instrument 2009 | 2009/72 | 10.12.09 | 95 |
| Consequential Amendments (Financial Services Act 2010) Instrument 2010 | 2010/28 | 22.7.10 | 102 |
| Prudential Requirements for Insurers (Amendment No 5) Instrument 2010 | 2010/44 | 23.9.10 | 103 |

| MIPRU | Prudential sourcebook for Mortgage and Home Finance Firms, and Insurance Intermediaries | | |
|---|---|----------|----|
| <i>First brought into force</i> | | 1.1.07 | |
| Prudential Sourcebook for Mortgage and Home Finance Firms, and Insurance Intermediaries (Use of Intermediaries) Instrument 2008 | 2008/14 | 27.3.08 | 75 |
| Companies Act 2006 (Consequential Handbook Amendments) Instrument 2008 | 2008/22 | 22.5.08 | 77 |
| Connected Travel Insurance Instrument 2008 | 2008/24 | 22.5.08 | 77 |
| Handbook Administration (No 10) Instrument 2008 | 2008/33 | 24.7.08 | 79 |
| Senior Management Arrangements, Systems and Controls (Extension of Common Platform Provisions) Instrument 2008 | 2008/40 | 25.9.08 | 81 |
| Professional Indemnity Insurance (Limits of Indemnity) Instrument 2009 | 2009/4 | 22.1.09 | 84 |
| Reclassification of Available-For-Sale Debt Instrument 2009 | 2009/40 | 23.7.09 | 90 |
| Handbook Administration (No 15) Instrument 2009 | 2009/49 | 24.9.09 | 92 |
| Handbook Administration (No 16) Instrument 2009 | 2009/69 | 10.12.09 | 95 |
| Sale and Rent Back Instrument 2010 | 2010/1 | 28.1.10 | 96 |

| UPRU | Prudential sourcebook for UCITS Firms | | |
|---|---------------------------------------|---------|-----|
| <i>First brought into force</i> | | 1.1.07 | |
| Integrated Regulatory Reporting (Removal of Annual Financial Returns and Reconciliations) Instrument 2008 | 2008/17 | 27.3.08 | 75 |
| Handbook Administration (No 13) Instrument 2009 | 2009/22 | 23.4.09 | 87 |
| Consequential Amendments (Financial Services Act 2010) Instrument 2010 | 2010/28 | 22.7.10 | 102 |

| IPRU (BANK) | Interim Prudential sourcebook: Banks | | |
|---|--------------------------------------|----------|----|
| <i>First brought into force</i> | - | 1.12.01 | - |
| Prudential Sourcebook for Banks, Building Societies and Investment Firms (Liquidity) (Consequential Amendments) Instrument 2009 | 2009/68 | 27.11.09 | 95 |

| IPRU (BSOC) | Interim Prudential sourcebook: Building Societies | | |
|---|---|----------|----|
| <i>First brought into force</i> | - | 1.12.01 | - |
| Senior Management Arrangements, Systems and Controls (Extension of Common Platform Provisions) Instrument 2008 | 2008/40 | 25.9.08 | 81 |
| Prudential Sourcebook for Banks, Building Societies and Investment Firms (Liquidity) (Consequential Amendments) Instrument 2009 | 2009/68 | 27.11.09 | 95 |

| Ref Code | Sourcebook or manual | | |
|--------------------|----------------------|------------|--------------|
| Name of Instrument | | No of Inst | Date of Inst |
| | | | HN |

| | | | |
|---|---------|---------|----|
| Building Societies Sourcebook Instrument 2010 | 2010/11 | 25.3.10 | 98 |
|---|---------|---------|----|

| IPRU (FSOC) | Interim Prudential sourcebook: Friendly Societies | | |
|---|---|----------|----|
| <i>First brought into force</i> | - | 1.12.01 | - |
| Handbook Administration (No 8) Instrument 2008 | 2008/1 | 24.1.08 | 72 |
| Handbook Administration (No 9) Instrument 2008 | 2008/19 | 24.4.08 | 76 |
| Companies Act 2006 (Consequential Handbook Amendments) Instrument 2008 | 2008/22 | 22.5.08 | 77 |
| Prudential Requirements for Insurers (Amendment No 3) Instrument 2008 | 2008/66 | 4.12.08 | 83 |
| Companies Act 2006 (Consequential Handbook Amendments No 3) Instrument 2009 | 2009/50 | 24.9.09 | 92 |
| Prudential Requirements for Insurers (Amendment No 4) Instrument 2009 | 2009/60 | 5.11.09 | 94 |
| Treaty of Lisbon (Consequential Handbook Amendments) Instrument 2009 | 2009/67 | 27.11.09 | 95 |

| IPRU (INS) | Interim Prudential sourcebook: Insurers | | |
|--|---|---------|----|
| <i>First brought into force</i> | - | 1.12.01 | - |
| Handbook Administration (No 8) Instrument 2008 | 2008/1 | 24.1.08 | 72 |
| Interim Prudential sourcebook for Insurers (Marine Mutuals Reporting) (Amendment) Instrument 2008 | 2008/15 | 27.3.08 | 75 |
| Companies Act 2006 (Consequential Handbook Amendments) Instrument 2008 | 2008/22 | 22.5.08 | 77 |
| Prudential Requirements for Insurers (Amendment No 3) Instrument 2008 | 2008/66 | 4.12.08 | 83 |
| Interim Prudential Sourcebook for Insurers (Other EEA States Insurance Statistics Amendment) Instrument 2009 | 2009/33 | 25.6.09 | 89 |
| Companies Act 2006 (Consequential Handbook Amendments No 3) Instrument 2009 | 2009/50 | 24.9.09 | 92 |
| Prudential Requirements for Insurers (Amendment No 4) Instrument 2009 | 2009/60 | 5.11.09 | 94 |

| IPRU (INV) | Interim Prudential sourcebook: Investment Businesses | | |
|---|--|----------|-----|
| <i>First brought into force</i> | - | 1.12.01 | - |
| Integrated Regulatory Reporting (Removal of Annual Financial Returns and Reconciliations) Instrument 2008 | 2008/17 | 27.3.08 | 75 |
| Companies Act 2006 (Consequential Handbook Amendments) Instrument 2008 | 2008/22 | 22.5.08 | 77 |
| Senior Management Arrangements, Systems and Controls (Extension of Common Platform Provisions) Instrument 2008 | 2008/40 | 25.9.08 | 81 |
| Companies Act 2006 (Consequential Handbook Amendments No 2) Instrument 2008 | 2008/41 | 25.9.08 | 81 |
| Handbook Administration (No 11) Instrument 2008 | 2008/55 | 29.10.08 | 82 |
| Professional Indemnity Insurance (Limits of Indemnity) Instrument 2009 | 2009/4 | 22.1.09 | 84 |
| Companies Act 2006 (Consequential Handbook Amendments No 3) Instrument 2009 | 2009/50 | 24.9.09 | 92 |
| Capital Resources and Professional Indemnity Insurance Requirements for Personal Investment Firms Instrument 2009 | 2009/62 | 5.11.09 | 94 |
| Treaty of Lisbon (Consequential Handbook Amendments) Instrument 2009 | 2009/67 | 27.11.09 | 95 |
| Handbook Administration (No 16) Instrument 2009 | 2009/69 | 10.12.09 | 95 |
| Handbook Administration (No 18) Instrument 2010 | 2010/19 | 24.6.10 | 101 |

| |
|---------------------------|
| BUSINESS STANDARDS |
|---------------------------|

| *COBS | Conduct of Business | | |
|---|---------------------|---------|----|
| <i>First brought into force</i> | - | 1.11.07 | - |
| Handbook Administration (No 8) Instrument 2008 | 2008/1 | 24.1.08 | 72 |
| Conduct of Business Sourcebook (Recording of Telephone Conversations and Electronic Communications) Instrument 2008 | 2008/6 | 28.2.08 | 73 |
| Permitted Links (Amendment No 2) Instrument 2008 | 2008/16 | 27.3.08 | 75 |

| Ref Code | Sourcebook or manual | | | |
|--|----------------------|------------|--------------|-----|
| Name of Instrument | | No of Inst | Date of Inst | |
| | | | HN | |
| Handbook Administration (No 9) Instrument 2008 | | 2008/19 | 24.4.08 | 76 |
| Handbook Administration (No 10) Instrument 2008 | | 2008/33 | 24.7.08 | 79 |
| Disclosure Documents (Amendment) Instrument 2008 | | 2008/35 | 24.7.08 | 79 |
| Conduct of Business Sourcebook (Amendment) Instrument 2008 | | 2008/36 | 24.7.08 | 79 |
| Senior Management Arrangements, Systems and Controls (Extension of Common Platform Provisions) Instrument 2008 | | 2008/40 | 25.9.08 | 81 |
| Self-Invested Personal Pensions (Contracting Out) Instrument 2008 | | 2008/44 | 25.9.08 | 81 |
| Client Assets Sourcebook (Common Platform Provisions) Instrument 2008 | | 2008/45 | 25.9.08 | 81 |
| Handbook Administration (No 11) Instrument 2008 | | 2008/55 | 29.10.08 | 82 |
| Conduct of Business Sourcebook (Record Keeping for Inducements) Instrument 2008 | | 2008/59 | 29.10.08 | 82 |
| Conduct of Business Sourcebook (Product Information for Variation of Personal Pension Schemes) Instrument 2008 | | 2008/67 | 4.12.08 | 83 |
| Handbook Administration (No 12) Instrument 2009 | | 2009/3 | 22.1.09 | 84 |
| Payment Services Instrument 2009 | | 2009/14 | 26.3.09 | 86 |
| Financial Services Compensation Scheme (Limits Amendment) Instrument 2009 | | 2009/25 | 23.4.09 | 87 |
| With-Profits Funds: Payments of Compensation and Redress Instrument 2009 | | 2009/41 | 23.7.09 | 90 |
| Handbook Administration (No 15) Instrument 2009 | | 2009/49 | 24.9.09 | 92 |
| Banking: Conduct of Business Sourcebook (Amendment) and Consequential Amendments Instrument 2009 | | 2009/52 | 24.9.09 | 92 |
| Treaty of Lisbon (Consequential Handbook Amendments) Instrument 2009 | | 2009/67 | 27.11.09 | 95 |
| Retail Distribution Review (Adviser Charging) Instrument 2010 | | 2010/12 | 25.3.10 | 98 |
| Handbook Administration (No 18) Instrument 2010 | | 2010/19 | 24.6.10 | 101 |
| Retail Distribution Review (Corporate Pensions) Instrument 2010 | | 2010/21 | 24.6.10 | 101 |
| Financial Promotions (Amendment) Instrument 2010 | | 2010/31 | 22.7.10 | 102 |
| Retail Distribution Review (Pure Protection) Instrument 2010 | | 2010/46 | 23.9.10 | 103 |
| Conduct of Business Sourcebook (Recording of Telephone Conversations and Electronic Communications) (No 2) Instrument 2010 | | 2010/56 | 10.11.10 | 104 |
| Conduct of Business Sourcebook (Stewardship Code) Instrument 2010 | | 2010/57 | 10.11.10 | 104 |
| Conduct of Business Sourcebook (Abolition of Contracting Out for Defined Contribution Schemes) Instrument 2010 | | 2010/58 | 10.11.10 | 104 |

| ICOB | Insurance: Conduct of Business | | | |
|--|--------------------------------|---------|----------|-----|
| <i>Comes into force</i> | | - | 6.1.08 | - |
| Handbook Administration (No 8) Instrument 2008 | | 2008/1 | 24.1.08 | 72 |
| Handbook Administration (No 9) Instrument 2008 | | 2008/19 | 24.4.08 | 76 |
| Connected Travel Insurance Instrument 2008 | | 2008/24 | 22.5.08 | 77 |
| Handbook Administration (No 10) Instrument 2008 | | 2008/33 | 24.7.08 | 79 |
| Senior Management Arrangements, Systems and Controls (Extension of Common Platform Provisions) Instrument 2008 | | 2008/40 | 25.9.08 | 81 |
| Handbook Administration (No 13) Instrument 2009 | | 2009/22 | 23.4.09 | 87 |
| Financial Services Compensation Scheme (Limits Amendment) Instrument 2009 | | 2009/25 | 23.4.09 | 87 |
| Treaty of Lisbon (Consequential Handbook Amendments) Instrument 2009 | | 2009/67 | 27.11.09 | 95 |
| Retail Distribution Review (Pure Protection) Instrument 2010 | | 2010/46 | 23.9.10 | 103 |

| MCOB | Mortgages and Home Finance: Conduct of Business | | | |
|--|---|---------|----------|----|
| <i>First brought into force</i> | | - | 31.10.04 | - |
| Disclosure Documents (Amendment) Instrument 2008 | | 2008/35 | 24.7.08 | 79 |
| Handbook Administration (No 12) Instrument 2009 | | 2009/3 | 22.1.09 | 84 |
| Mortgages and Home Finance: Conduct of Business Sourcebook (Deferred Interest Forbearance Amendments) Instrument 2009 | | 2009/17 | 26.3.09 | 86 |
| Financial Services Compensation Scheme (Limits Amendment) Instrument 2009 | | 2009/25 | 23.4.09 | 87 |
| Interim Permitted Regulated Sale and Rent Back Activities Instrument 2009 (<i>made jointly with FOS as FOS 2009/3</i>) | | 2009/36 | 1.7.09 | 90 |
| Handbook Administration (No 15) Instrument 2009 | | 2009/49 | 24.9.09 | 92 |
| Companies Act 2006 (Consequential Handbook Amendments No 3) Instrument 2009 | | 2009/50 | 24.9.09 | 92 |

| Ref Code | Sourcebook or manual | | |
|--------------------|--|------------|--------------|
| Name of Instrument | | No of Inst | Date of Inst |
| | | | HN |
| | Treaty of Lisbon (Consequential Handbook Amendments) Instrument 2009 | 2009/67 | 27.11.09 95 |
| | Sale and Rent Back Instrument 2010 | 2010/1 | 28.1.10 96 |
| | Handbook Administration (No 18) Instrument 2010 | 2010/19 | 24.6.10 101 |
| | Mortgage Arrears Instrument 2010 | 2010/22 | 24.6.10 101 |
| | Handbook Administration (No 19) Instrument 2010 | 2010/40 | 23.9.10 103 |

| BCOBS | Banking: Conduct of Business | | |
|-------|--|---------|-------------|
| | <i>First brought into force</i> | - | 1.11.09 |
| | Banking: Conduct of Business Sourcebook Instrument 2009 | 2009/24 | 23.4.09 87 |
| | Banking: Conduct of Business Sourcebook (Amendment) and Consequential Amendments Instrument 2009 | 2009/52 | 24.9.09 92 |
| | Treaty of Lisbon (Consequential Handbook Amendments) Instrument 2009 | 2009/67 | 27.11.09 95 |

| *CASS | Client Assets | | |
|-------|---|---------|--------------|
| | <i>First brought into force</i> | - | 1.1.04 - |
| | Handbook Administration (No 9) Instrument 2008 | 2008/19 | 24.4.08 76 |
| | Client Assets Sourcebook (Common Platform Provisions) Instrument 2008 | 2008/45 | 25.9.08 81 |
| | Handbook Administration (No 12) Instrument 2009 | 2009/3 | 22.1.09 84 |
| | Handbook Administration (No 17) Instrument 2010 | 2010/8 | 25.3.10 98 |
| | Client Assets Sourcebook (Amendment No 3) Instrument 2010 | 2010/32 | 22.7.10 102 |
| | Retail Distribution Review (Pure Protection) Instrument 2010 | 2010/46 | 23.9.10 103 |
| | Client Assets Sourcebook (Enhancement) Instrument 2010 | 2010/52 | 13.10.10 104 |
| | Client Assets Sourcebook (Title Transfer) (Amendment) Instrument 2010 | 2010/59 | 10.11.10 104 |

| MAR | Market Conduct | | |
|-----|---|---------|-------------|
| | <i>Chapters 1 to 3 first brought into force</i> | - | 1.12.01 - |
| | <i>Chapter 4 first brought into force</i> | - | 20.9.01 - |
| | Market Conduct Sourcebook (Amendment No 9) Instrument 2008 | 2008/25 | 22.5.08 77 |
| | Short Selling Instrument 2008 | 2008/30 | 12.6.08 78 |
| | Short Selling (No 2) Instrument 2008 | 2008/51 | 18.9.08 81 |
| | Short Selling (No 4) Instrument 2008 | 2008/60 | 29.10.08 82 |
| | Short Selling (No 5) Instrument 2009 | 2009/1 | 14.1.09 84 |
| | Handbook Administration (No 12) Instrument 2009 | 2009/3 | 22.1.09 84 |
| | Short Selling (No 6) Instrument 2009 | 2009/35 | 25.4.09 89 |
| | Handbook Administration (No 15) Instrument 2009 | 2009/49 | 24.9.09 92 |
| | Companies Act 2006 (Consequential Handbook Amendments No 3) Instrument 2009 | 2009/50 | 24.9.09 92 |
| | Treaty of Lisbon (Consequential Handbook Amendments) Instrument 2009 | 2009/67 | 27.11.09 95 |
| | Financial Stability and Market Confidence Sourcebook Instrument 2010 | 2010/25 | 22.7.10 102 |

| TC | Training and Competence | | |
|----|--|---------|-------------|
| | <i>First brought into force</i> | - | 1.12.01 - |
| | Handbook Administration (No 8) Instrument 2008 | 2008/1 | 24.1.08 72 |
| | Interim Permitted Regulated Sale and Rent Back Activities Instrument 2009 (<i>made jointly with FOS as FOS 2009/3</i>) | 2009/36 | 1.7.09 90 |
| | Treaty of Lisbon (Consequential Handbook Amendments) Instrument 2009 | 2009/67 | 27.11.09 95 |

REGULATORY PROCESSES

| *SUP | Supervision | | |
|------|---|---|-----------|
| | <i>Chapter 9 first brought into force</i> | - | 21.6.01 - |
| | <i>Chapters 6, 7, 8 and 10 first brought into force</i> | - | 3.9.01 - |
| | <i>Rest of SUP first brought into force</i> | - | 1.12.01 - |

| Ref Code | Sourcebook or manual | | |
|---|----------------------|------------|--------------|
| Name of Instrument | | No of Inst | Date of Inst |
| | | | HN |
| Handbook Administration (No 8) Instrument 2008 | | 2008/1 | 24.1.08 72 |
| Regulatory Reform (Financial Services and Markets Act 2000) Order 2007 (Consequential Handbook Amendments) Instrument 2008 | | 2008/2 | 24.1.08 72 |
| Integrated Regulatory Reporting (Removal of Annual Financial Returns and Reconciliations) Instrument 2008 | | 2008/17 | 27.3.08 75 |
| Handbook Administration (No 9) Instrument 2008 | | 2008/19 | 24.4.08 76 |
| Integrated Regulatory Reporting (Amendment No 4) Instrument 2008 | | 2008/20 | 24.4.08 76 |
| Companies Act 2006 (Consequential Handbook Amendments) Instrument 2008 | | 2008/22 | 22.5.08 77 |
| Connected Travel Insurance Instrument 2008 | | 2008/24 | 22.5.08 77 |
| Supervision Manual (Controlled Functions) (Amendment) Instrument 2008 | | 2008/37 | 24.7.08 79 |
| Senior Management Arrangements, Systems and Controls (Extension of Common Platform Provisions) Instrument 2008 | | 2008/40 | 25.9.08 81 |
| Status Disclosure and FSA Logo Instrument 2008 | | 2008/42 | 25.9.08 81 |
| Supervision Manual (Amendment No 14) Instrument 2008 | | 2008/46 | 25.9.08 81 |
| Handbook Administration (No 11) Instrument 2008 | | 2008/55 | 29.10.08 82 |
| Prudential Categories (Amendment) Instrument 2008 | | 2008/65 | 4.12.08 83 |
| Handbook Administration (No 12) Instrument 2009 | | 2009/3 | 22.1.09 84 |
| Supervision Manual (Passporting and Reinsurance) (Amendment) Instrument 2009 | | 2009/9 | 26.2.09 85 |
| Supervision Manual (Amendment No 15) Instrument 2009 | | 2009/10 | 26.2.09 85 |
| Collective Investment Schemes Sourcebook (Consequential Amendments No 2) Instrument 2009 | | 2009/18 | 26.3.09 86 |
| Supervision Manual (Controllers) (Amendment) Instrument 2009 | | 2009/20 | 26.3.09 86 |
| Handbook Administration (No 13) Instrument 2009 | | 2009/22 | 23.4.09 87 |
| Integrated Regulatory Reporting (Amendment No 5) Instrument 2009 | | 2009/34 | 25.4.09 89 |
| Interim Permitted Regulated Sale and Rent Back Activities Instrument 2009 (<i>made jointly with FOS as FOS 2009/3</i>) | | 2009/36 | 1.7.09 90 |
| Handbook Administration (No 14) Instrument 2009 | | 2009/37 | 23.7.09 90 |
| Dormant Bank and Building Society Accounts Instrument 2009 | | 2009/38 | 23.7.09 90 |
| Supervision Manual (Controlled Functions) (Amendment No 2) Instrument 2009 | | 2009/42 | 23.7.09 90 |
| Senior Management Arrangements, Systems and Controls (Remuneration Code) Instrument 2009 | | 2009/48 | 11.8.09 91 |
| Handbook Administration (No 15) Instrument 2009 | | 2009/49 | 24.9.09 92 |
| Companies Act 2006 (Consequential Handbook Amendments No 3) Instrument 2009 | | 2009/50 | 24.9.09 92 |
| Prudential Sourcebook for Banks, Building Societies and Investment Firms (Liquidity) Instrument 2009 | | 2009/55 | 30.9.09 93 |
| Close Links Reporting Instrument 2009 | | 2009/63 | 5.11.09 94 |
| Supervision Manual (Amendment No 16) Instrument 2009 | | 2009/64 | 5.11.09 94 |
| Supervision Manual (Retail Mediation Activities Return) (Amendment) Instrument 2009 | | 2009/65 | 5.11.09 94 |
| Treaty of Lisbon (Consequential Handbook Amendments) Instrument 2009 | | 2009/67 | 27.11.09 95 |
| Prudential Sourcebook for Banks, Building Societies and Investment Firms (Liquidity) (Consequential Amendments) Instrument 2009 | | 2009/68 | 27.11.09 95 |
| Handbook Administration (No 16) Instrument 2009 | | 2009/69 | 10.12.09 95 |
| Sale and Rent Back Instrument 2010 | | 2010/1 | 28.1.10 96 |
| Handbook Administration (No 17) Instrument 2010 | | 2010/8 | 25.3.10 98 |
| Handbook Administration (No 18) Instrument 2010 | | 2010/19 | 24.6.10 101 |
| Sale and Rent Back (Regulatory Reporting) Instrument 2010 | | 2010/23 | 24.6.10 101 |
| Online Submission and Mandatory Forms (No 2) Instrument 2010 | | 2010/24 | 24.6.10 101 |
| Consequential Amendments (Financial Services Act 2010) Instrument 2010 | | 2010/28 | 22.7.10 102 |
| Capital Requirements Directive (Handbook Amendments) Instrument 2010 | | 2010/29 | 22.7.10 102 |
| Supervision Manual (Controlled Functions) (Amendment No 3) Instrument 2010 | | 2010/33 | 22.7.10 102 |
| Supervision Manual (Payment Services) (Reporting) Instrument 2010 | | 2010/34 | 22.7.10 102 |
| Integrated Regulatory Reporting (Amendment No 6) Instrument 2010 | | 2010/35 | 22.7.10 102 |
| Handbook Administration (No 19) Instrument 2010 | | 2010/40 | 23.9.10 103 |
| Capital Requirements Directive (Large Exposures) Instrument 2010 | | 2010/41 | 23.9.10 103 |
| Liquidity Standards (Miscellaneous Amendments) Instrument 2010 | | 2010/43 | 23.9.10 103 |
| Controlled Functions (Amendment) Instrument 2010 | | 2010/48 | 23.9.10 103 |
| Integrated Regulatory Reporting (Amendment No 7) Instrument 2010 | | 2010/49 | 23.9.10 103 |
| Integrated Regulatory Reporting (Amendment No 8) Instrument 2010 | | 2010/50 | 23.9.10 103 |

| Ref Code | Sourcebook or manual | | |
|--|----------------------|------------|--------------|
| Name of Instrument | | No of Inst | Date of Inst |
| | | | HN |
| Client Assets Sourcebook (Enhancement) Instrument 2010 | | 2010/52 | 13.10.10 104 |
| Public Awareness Objective (Financial Services Act 2010) Instrument 2010 | | 2010/53 | 10.11.10 104 |

| DEPP | Decision Procedure and Penalties | | |
|--|----------------------------------|---------|-------------|
| <i>First brought into force</i> | | - | 28.8.07 - |
| Regulatory Reform (Financial Services and Markets Act 2000) Order 2007 (Consequential Handbook Amendments) Instrument 2008 | | 2008/2 | 24.1.08 72 |
| Decision Procedure and Penalties Manual and Enforcement Guide (Amendment) Instrument 2008 | | 2008/68 | 4.12.08 83 |
| Handbook Administration (No 12) Instrument 2009 | | 2009/3 | 22.1.09 84 |
| Payment Services Instrument 2009 | | 2009/14 | 26.3.09 86 |
| Supervision Manual (Controllers) (Amendment) Instrument 2009 | | 2009/20 | 26.3.09 86 |
| Treaty of Lisbon (Consequential Handbook Amendments) Instrument 2009 | | 2009/67 | 27.11.09 95 |
| Handbook Administration (No 16) Instrument 2009 | | 2009/69 | 10.12.09 95 |
| Decision Procedure and Penalties Manual (Financial Penalties) Instrument 2010 | | 2010/4 | 25.2.10 97 |
| Enforcement Powers (Financial Services Act 2010) Instrument 2010 | | 2010/26 | 22.7.10 102 |

| |
|----------------|
| REDRESS |
|----------------|

| DISP | Dispute Resolution: Complaints | | |
|--|--------------------------------|---------------|-------------|
| <i>First brought into force</i> | | - | 1.12.01 - |
| Handbook Administration (No 8) Instrument 2008 | | 2008/1 | 24.1.08 72 |
| Dispute Resolution: Complaints (Simplification (No 2) and other Amendments) Instrument 2008 (made jointly with FOS as FOS 2008/3) | | 2008/18 | 27.3.08 75 |
| Handbook Administration (No 9) Instrument 2008 | | 2008/19 | 24.4.08 76 |
| Handbook Administration (No 10) Instrument 2008 | | 2008/33 | 24.7.08 79 |
| Dispute Resolution: Complaints (Amendment No 2) Instrument 2008 (made jointly with FOS as FOS 2008/4) | | 2008/47 | 25.9.08 81 |
| Handbook Administration (No 11) Instrument 2008 (made jointly with FOS as FOS 2008/5) | | 2008/55 | 29.10.08 82 |
| Payment Services Instrument 2009 (made jointly with FOS as FOS 2009/1) | | 2009/14 | 26.3.09 86 |
| Periodic Fees (2009/2010) and Other Fees Instrument 2009 | | 2009/27 | 28.5.09 88 |
| Interim Permitted Regulated Sale and Rent Back Activities Instrument 2009 (made jointly with FOS as FOS 2009/3) | | 2009/36 | 1.7.09 90 |
| Handbook Administration (No 14) Instrument 2009 | | 2009/37 | 23.7.09 90 |
| Dormant Bank and Building Society Accounts Instrument 2009 | | 2009/38 | 23.7.09 90 |
| Payment Services (Financial Ombudsman Service Case Fees 2009/2010) Instrument 2009 (instrument made by FOS) | | FOS 2009/4 | 16.9.09 92 |
| Handbook Administration (No 15) Instrument 2009 | | 2009/49 | 24.9.09 92 |
| Payment Services (Transitioning Firms) Instrument 2009 | | 2009/53 | 24.9.09 92 |
| Treaty of Lisbon (Consequential Handbook Amendments) Instrument 2009 | | 2009/67 | 27.11.09 95 |
| Handbook Administration (No 16) Instrument 2009 | | 2009/69 | 10.12.09 95 |
| Dispute Resolution (Voluntary Jurisdiction and Sale and Rent Back Amendments) Instrument 2009 (instrument made by FOS) | | FOS 2009/6 | 17.12.09 96 |
| Dispute Resolution: Complaints (Publication of Complaints Data) Instrument 2010 | | 2010/2 | 28.1.10 96 |
| Handbook Administration (No 17) Instrument 2010 | | 2010/8 | 25.3.10 98 |
| Dispute Resolution: Complaints (Payment Protection Insurance Complaints: Referral to Ombudsman) Instrument 2010 | | 2010/18 | 27.5.10 100 |
| Sale and Rent Back (Regulatory Reporting) Instrument 2010 | | 2010/23 | 24.6.10 101 |
| Dispute Resolution: Complaints (Payment Protection Insurance) Instrument 2010 | | 2010/36 | 22.7.10 103 |
| Handbook Administration (No 19) Instrument 2010 | | 2010/40 | 23.9.10 103 |

| COMP | Compensation | | |
|---|--------------|---|------------|
| <i>Chapter 4 first brought into force</i> | | - | 15.11.01 - |
| <i>Rest of COMP brought into force</i> | | - | 1.12.01 - |

| Ref Code | Sourcebook or manual | | |
|--------------------|--|------------|--------------|
| Name of Instrument | | No of Inst | Date of Inst |
| | | | HN |
| | Handbook Administration (No 10) Instrument 2008 | 2008/33 | 24.7.08 79 |
| | Compensation Sourcebook (Protected Contracts of Insurance) (Scope Amendment No 3) Instrument 2008 | 2008/38 | 24.7.08 79 |
| | Compensation Sourcebook (Amendment No 8) Instrument 2008 | 2008/53 | 2.10.08 82 |
| | Financial Services Compensation Scheme (Amendment of Fees Provisions (No 3)) Instrument 2008 | 2008/54 | 7.10.08 82 |
| | Handbook Administration (No 11) Instrument 2008 | 2008/55 | 29.10.08 82 |
| | Compensation Sourcebook (Accelerated Compensation for Depositors) Instrument 2008 | 2008/62 | 29.10.08 82 |
| | Compensation Sourcebook (Building Society Mergers) Instrument 2008 | 2008/64 | 26.11.08 83 |
| | Compensation Sourcebook (Building Societies and other Mutual Society Mergers) Instrument 2009 | 2009/2 | 15.1.09 84 |
| | Handbook Administration (No 12) Instrument 2009 | 2009/3 | 22.1.09 84 |
| | Compensation Sourcebook (Protected Deposit Transfers under the Special Resolution Regime) Instrument 2009 | 2009/21 | 29.3.09 86 |
| | Financial Services Compensation Scheme (Limits Amendment) Instrument 2009 | 2009/25 | 23.4.09 87 |
| | Compensation Sourcebook (Deposit Guarantee Schemes Directive Amendments) Instrument 2009 | 2009/29 | 28.5.09 88 |
| | Handbook Administration (No 14) Instrument 2009 | 2009/37 | 23.7.09 90 |
| | Dormant Bank and Building Society Accounts Instrument 2009 | 2009/38 | 23.7.09 90 |
| | Compensation Sourcebook (Mutual Society Mergers and Protected Deposit Transfers under the Special Resolution Regime) (Amendment) Instrument 2009 | 2009/43 | 23.7.09 90 |
| | Financial Services Compensation Scheme (Banking Compensation Reform) Instrument 2009 | 2009/47 | 23.7.09 90 |
| | Handbook Administration (No 15) Instrument 2009 | 2009/49 | 24.9.09 92 |
| | Financial Services Compensation Scheme (Single Customer View Supervision and other Amendments) Instrument 2009 | 2009/66 | 5.11.09 94 |
| | Handbook Administration (No 16) Instrument 2009 | 2009/69 | 10.12.09 95 |
| | Handbook Administration (No 17) Instrument 2010 | 2010/8 | 25.3.10 98 |
| | Consequential Amendments (Financial Services Act 2010) Instrument 2010 | 2010/28 | 22.7.10 102 |

| COAF | Complaints against the FSA | | |
|------|--|---------|------------|
| | <i>First brought into force</i> | - | 3.9.01 - |
| | Complaints against the FSA Scheme (Amendment No 5) Instrument 2008 | 2008/26 | 22.5.08 77 |
| | Handbook Administration (No 13) Instrument 2009 | 2009/22 | 23.4.09 87 |
| | Handbook Administration (No 15) Instrument 2009 | 2009/49 | 24.9.09 92 |

SPECIALIST SOURCEBOOKS

| BSOCS | Building Societies | | |
|-------|---|---------|-------------|
| | <i>First brought into force</i> | - | 1.4.10 - |
| | Building Societies Sourcebook Instrument 2010 | 2010/11 | 25.3.10 98 |
| | Handbook Administration (No 18) Instrument 2010 | 2010/19 | 24.6.10 101 |

| COLL | Collective Investment Schemes | | |
|------|---|---------|-------------|
| | <i>First brought into force</i> | - | 1.4.04 - |
| | Collective Investment Schemes Sourcebook (UCITS Eligible Assets Directive and Other Amendments) Instrument 2008 | 2008/5 | 28.2.08 73 |
| | Handbook Administration (No 9) Instrument 2008 | 2008/19 | 24.4.08 76 |
| | Collective Investment Schemes Sourcebook (Electronic Communications) Instrument 2008 (REVOKED: July 2008) | 2008/27 | 22.5.08 77 |
| | Collective Investment Schemes Sourcebook (Property Authorised Investment Funds) Instrument 2008 | 2008/28 | 22.5.08 77 |
| | Handbook Administration (No 10) Instrument 2008 | 2008/33 | 24.7.08 79 |
| | Senior Management Arrangements, Systems and Controls (Extension of Common Platform Provisions) Instrument 2008 | 2008/40 | 25.9.08 81 |
| | Collective Investment Schemes Sourcebook (Immovables Valuation) Instrument 2008 | 2008/48 | 25.9.08 81 |
| | Collective Investment Schemes Sourcebook (Simplified Prospectus) (Amendment) Instrument 2008 | 2008/61 | 29.10.08 82 |

| Ref Code | Sourcebook or manual | | |
|--------------------|--|------------|--------------|
| Name of Instrument | | No of Inst | Date of Inst |
| | | | HN |
| | Collective Investment Schemes Sourcebook (Suspension of Dealings) Instrument 2008 | 2008/69 | 4.12.08 83 |
| | Collective Investment Schemes Sourcebook (Electronic Communications) Instrument 2009 | 2009/5 | 22.1.09 84 |
| | Collective Investment Schemes Sourcebook (Amendment No 4) Instrument 2009 | 2009/11 | 26.2.09 85 |
| | Collective Investment Schemes Sourcebook (Consequential Amendments No 2) Instrument 2009 | 2009/18 | 26.3.09 86 |
| | Handbook Administration (No 14) Instrument 2009 | 2009/37 | 23.7.09 90 |
| | Collective Investment Schemes Sourcebook (Single Sub-fund Umbrellas) Instrument 2009 | 2009/44 | 23.7.09 90 |
| | Handbook Administration (No 15) Instrument 2009 | 2009/49 | 24.9.09 92 |
| | Companies Act 2006 (Consequential Handbook Amendments No 3) Instrument 2009 | 2009/50 | 24.9.09 92 |
| | Treaty of Lisbon (Consequential Handbook Amendments) Instrument 2009 | 2009/67 | 27.11.09 95 |
| | Collective Investment Schemes Sourcebook (Amendment No 5) Instrument | 2009/74 | 10.12.09 95 |
| | Collective Investment Schemes Sourcebook (Accounting Amendments) Instrument 2010 | 2010/3 | 28.1.10 96 |
| | Funds of Alternative Investment Funds Instrument 2010 | 2010/5 | 25.2.10 97 |
| | Alternative Finance Investment Bonds Instrument 2010 | 2010/6 | 25.2.10 97 |
| | Handbook Administration (No 17) Instrument 2010 | 2010/8 | 25.3.10 98 |
| | Handbook Administration (No 19) Instrument 2010 | 2010/40 | 23.9.10 103 |

| *CRED | Credit Unions | | |
|-------|---|---------|--------------|
| | <i>First brought into force</i> | - | 1.7.02 - |
| | Regulatory Reform (Financial Services and Markets Act 2000) Order 2007 (Consequential Handbook Amendments) Instrument 2008 | 2008/2 | 24.1.08 72 |
| | Dispute Resolution: Complaints (Simplification (No 2) and other Amendments) Instrument 2008 <i>(made jointly with FOS as FOS 2008/3)</i> | 2008/18 | 27.3.08 75 |
| | Companies Act 2006 (Consequential Handbook Amendments) Instrument 2008 | 2008/22 | 22.5.08 77 |
| | Senior Management Arrangements, Systems and Controls (Extension of Common Platform Provisions) Instrument 2008 | 2008/40 | 25.9.08 81 |
| | Companies Act 2006 (Consequential Handbook Amendments No 2) Instrument 2008 | 2008/41 | 25.9.08 81 |
| | Collective Investment Schemes Sourcebook (Consequential Amendments No 2) Instrument 2009 | 2009/18 | 26.3.09 86 |
| | Handbook Administration (No 15) Instrument 2009 | 2009/49 | 24.9.09 92 |
| | Companies Act 2006 (Consequential Handbook Amendments No 3) Instrument 2009 | 2009/50 | 24.9.09 92 |
| | Banking: Conduct of Business Sourcebook (Amendment) and Consequential Amendments Instrument 2009 | 2009/52 | 24.9.09 92 |
| | Consequential Amendments (Financial Services Act 2010) Instrument 2010 | 2010/28 | 22.7.10 102 |
| | Controlled Functions (Amendment) Instrument 2010 | 2010/48 | 23.9.10 103 |
| | Public Awareness Objective (Financial Services Act 2010) Instrument 2010 | 2010/53 | 10.11.10 104 |

| ELM | Electronic Money | | |
|-----|--|---------|-------------|
| | <i>First brought into force</i> | - | 18.4.02 - |
| | Handbook Administration (No 8) Instrument 2008 | 2008/1 | 24.1.08 72 |
| | Companies Act 2006 (Consequential Handbook Amendments) Instrument 2008 | 2008/22 | 22.5.08 77 |
| | Senior Management Arrangements, Systems and Controls (Extension of Common Platform Provisions) Instrument 2008 | 2008/40 | 25.9.08 81 |
| | Collective Investment Schemes Sourcebook (Consequential Amendments No 2) Instrument 2009 | 2009/18 | 26.3.09 86 |
| | Banking: Conduct of Business Sourcebook (Amendment) and Consequential Amendments Instrument 2009 | 2009/52 | 24.9.09 92 |
| | Treaty of Lisbon (Consequential Handbook Amendments) Instrument 2009 | 2009/67 | 27.11.09 95 |
| | Consequential Amendments (Financial Services Act 2010) Instrument 2010 | 2010/28 | 22.7.10 102 |

| *PROF | Professional Firms | | |
|-------|---|---------|-------------|
| | <i>First brought into force</i> | - | 1.12.01 - |
| | Handbook Administration (No 8) Instrument 2008 | 2008/1 | 24.1.08 72 |
| | Dispute Resolution: Complaints (Simplification (No 2) and other Amendments) Instrument 2008 <i>(made jointly with FOS as FOS 2008/3)</i> | 2008/18 | 27.3.08 75 |
| | Handbook Administration (No 14) Instrument 2009 | 2009/37 | 23.7.09 90 |
| | Consequential Amendments (Financial Services Act 2010) Instrument 2010 | 2010/28 | 22.7.10 102 |

| Ref Code | Sourcebook or manual | No of Inst | Date of Inst | HN |
|--------------------|----------------------|------------|--------------|----|
| Name of Instrument | | | | |

| | | | |
|--|---------|----------|-----|
| Public Awareness Objective (Financial Services Act 2010) Instrument 2010 | 2010/53 | 10.11.10 | 104 |
|--|---------|----------|-----|

| RCB | Regulated Covered Bonds | No of Inst | Date of Inst | HN |
|---|-------------------------|------------|--------------|----|
| <i>First brought into force</i> | | - | 6.3.08 | - |
| Regulated Covered Bonds Sourcebook Instrument 2008 | | 2008/07 | 6.3.08 | 74 |
| Handbook Administration (No 9) Instrument 2008 | | 2008/19 | 24.4.08 | 76 |
| Decision Procedure and Penalties Manual and Enforcement Guide (Amendment) Instrument 2008 | | 2008/68 | 4.12.08 | 83 |
| Regulated Covered Bonds Sourcebook (Amendment) Instrument 2008 | | 2008/72 | 2.12.08 | 83 |
| Handbook Administration (No 15) Instrument 2009 | | 2009/49 | 24.9.09 | 92 |
| Decision Procedure and Penalties Manual (Financial Penalties) Instrument 2010 | | 2010/4 | 25.2.10 | 97 |

| REC | Recognised Investment Exchanges and Recognised Clearing Houses | No of Inst | Date of Inst | HN |
|--|--|------------|--------------|-----|
| <i>First brought into force for some applications and part of Chapter 7</i> | | - | 3.9.01 | - |
| <i>Rest of REC brought into force</i> | | - | 1.12.01 | - |
| Supervision Manual (Controllers) (Amendment) Instrument 2009 | | 2009/20 | 26.3.09 | 86 |
| Handbook Administration (No 13) Instrument 2009 | | 2009/22 | 23.4.09 | 87 |
| Recognised Investment Exchanges and Recognised Clearing Houses Sourcebook (Amendments to Recognition Requirements) Instrument 2009 | | 2009/30 | 28.5.09 | 88 |
| Handbook Administration (No 15) Instrument 2009 | | 2009/49 | 24.9.09 | 92 |
| Treaty of Lisbon (Consequential Handbook Amendments) Instrument 2009 | | 2009/67 | 27.11.09 | 95 |
| Consequential Amendments (Financial Services Act 2010) Instrument 2010 | | 2010/28 | 22.7.10 | 102 |

LISTING, PROSPECTUS AND DISCLOSURE

| LR | Listing Rules | No of Inst | Date of Inst | HN |
|--|---------------|------------|--------------|-----|
| <i>First brought into force</i> | | - | 1.7.05 | - |
| Handbook Administration (No 8) Instrument 2008 | | 2008/1 | 24.1.08 | 72 |
| Regulatory Reform (Financial Services and Markets Act 2000) Order 2007 (Consequential Handbook Amendments) Instrument 2008 | | 2008/2 | 24.1.08 | 72 |
| Listing Rules Sourcebook (Amendment No 2) Instrument 2008 | | 2008/21 | 24.4.08 | 76 |
| Disclosure Rules and Transparency Rules Sourcebook (Corporate Governance Rules) Instrument 2008 | | 2008/32 | 26.6.08 | 78 |
| Handbook Administration (No 10) Instrument 2008 | | 2008/33 | 24.7.08 | 79 |
| Listing Rules (Sponsors) (Amendment) Instrument 2008 | | 2008/70 | 4.12.08 | 83 |
| Listing Rules Sourcebook (Rights Issue Subscription Period) Instrument 2009 | | 2009/6 | 9.2.09 | 85 |
| Trading Plan Instrument 2009 | | 2009/12 | 26.2.09 | 85 |
| Collective Investment Schemes Sourcebook (Consequential Amendments No 2) Instrument 2009 | | 2009/18 | 26.3.09 | 86 |
| Handbook Administration (No 14) Instrument 2009 | | 2009/37 | 23.7.09 | 90 |
| Handbook Administration (No 15) Instrument 2009 | | 2009/49 | 24.9.09 | 92 |
| Companies Act 2006 (Consequential Handbook Amendments No 3) Instrument 2009 | | 2009/50 | 24.9.09 | 92 |
| Listing Rules Sourcebook (Amendment No 3) Instrument 2009 | | 2009/54 | 24.9.09 | 92 |
| Treaty of Lisbon (Consequential Handbook Amendments) Instrument 2009 | | 2009/67 | 27.11.09 | 95 |
| Handbook Administration (No 16) Instrument 2009 | | 2009/69 | 10.12.09 | 95 |
| Alternative Finance Investment Bonds Instrument 2010 | | 2010/6 | 25.2.10 | 97 |
| Listing Rules Sourcebook (Amendment No 4) Instrument 2010 | | 2010/7 | 25.2.10 | 97 |
| Handbook Administration (No 17) Instrument 2010 | | 2010/8 | 25.3.10 | 98 |
| Listing Rules Sourcebook (Amendment No 5) Instrument 2010 | | 2010/13 | 22.4.10 | 99 |
| Listing Rules Sourcebook (Amendment No 6) Instrument 2010 | | 2010/37 | 22.7.10 | 102 |
| UK Corporate Governance Code (Handbook Amendments) Instrument 2010 | | 2010/39 | 22.7.10 | 102 |
| Handbook Administration (No 19) Instrument 2010 | | 2010/40 | 23.9.10 | 103 |

| PR | Prospectus Rules | No of Inst | Date of Inst | HN |
|---------------------------------|------------------|------------|--------------|----|
| <i>First brought into force</i> | | - | 1.7.05 | - |

| Ref Code | Sourcebook or manual | | |
|--|----------------------|------------|--------------|
| Name of Instrument | | No of Inst | Date of Inst |
| | | | HN |
| Handbook Administration (No 8) Instrument 2008 | | 2008/1 | 24.1.08 72 |
| Handbook Administration (No 15) Instrument 2009 | | 2009/49 | 24.9.09 92 |
| Treaty of Lisbon (Consequential Handbook Amendments) Instrument 2009 | | 2009/67 | 27.11.09 95 |

| DTR | Disclosure Rules and Transparency Rules | | |
|---|---|---------|-------------|
| <i>First brought into force</i> | | - | 1.7.05 - |
| Disclosure Rules and Transparency Rules Sourcebook (Corporate Governance Rules) Instrument 2008 | | 2008/32 | 26.6.08 78 |
| Disclosure Rules and Transparency Rules Sourcebook (Amendment) Instrument 2008 | | 2008/71 | 4.12.08 83 |
| Trading Plan Instrument 2009 | | 2009/12 | 26.2.09 85 |
| Disclosure and Transparency Rules (Disclosure of Contracts for Differences) Instrument 2009 | | 2009/13 | 26.2.09 85 |
| Handbook Administration (No 13) Instrument 2009 | | 2009/22 | 23.4.09 87 |
| Handbook Administration (No 14) Instrument 2009 | | 2009/37 | 23.7.09 90 |
| Handbook Administration (No 15) Instrument 2009 | | 2009/49 | 24.9.09 92 |
| Companies Act 2006 (Consequential Handbook Amendments No 3) Instrument 2009 | | 2009/50 | 24.9.09 92 |
| Treaty of Lisbon (Consequential Handbook Amendments) Instrument 2009 | | 2009/67 | 27.11.09 95 |
| Disclosure Rules and Transparency Rules Sourcebook (Amendment No 2) Instrument 2010 | | 2010/14 | 22.4.10 99 |
| Disclosure Rules and Transparency Rules Sourcebook (Amendment No 3) Instrument 2010 | | 2010/38 | 22.7.10 102 |
| UK Corporate Governance Code (Handbook Amendments) Instrument 2010 | | 2010/39 | 22.7.10 102 |
| Disclosure Rules and Transparency Rules Sourcebook (Amendment No 4) Instrument 2010 | | 2010/51 | 23.9.10 103 |

Instruments outside the Handbook made after 1 January 2008

| Ref Code | Sourcebook or manual | | |
|--------------------|----------------------|------------|--------------|
| Name of Instrument | | No of Inst | Date of Inst |
| | | | HN |

Interim Permitted Persons

| | | | |
|--|---------|--------|----|
| Interim Permitted Regulated Sale and Rent Back Activities Instrument 2009 (<i>made jointly with FOS as FOS 2009/3</i>) | 2009/36 | 1.7.09 | 90 |
|--|---------|--------|----|

Unauthorised Mutual Societies

| | | | |
|---|---------|---------|-----|
| <i>Unauthorised mutuals registration fees rules brought into force</i> | - | 17.1.02 | - |
| Periodic Fees (Unauthorised Mutual Societies Registration)(2008/2009) Instrument 2008 | 2008/29 | 22.5.08 | 77 |
| Periodic Fees (Unauthorised Mutual Societies Registration)(2009/2010) Instrument 2009 | 2009/31 | 28.5.09 | 88 |
| Periodic Fees (Unauthorised Mutual Societies Registration)(2010/2011) Instrument 2010 | 2010/17 | 27.5.10 | 100 |

*PERG Perimeter Guidance manual

| | | | |
|--|---------|----------|-----|
| <i>Regulatory Guide brought into force</i> | - | 1.7.05 | - |
| Handbook Administration (No 8) Instrument 2008 | 2008/1 | 24.1.08 | 72 |
| Handbook Administration (No 9) Instrument 2008 | 2008/19 | 24.4.08 | 76 |
| Connected Travel Insurance Instrument 2008 | 2008/24 | 22.5.08 | 77 |
| Senior Management Arrangements, Systems and Controls (Extension of Common Platform Provisions) Instrument 2008 | 2008/40 | 25.9.08 | 81 |
| Handbook Administration (No 11) Instrument 2008 | 2008/55 | 29.10.08 | 82 |
| Collective Investment Schemes Sourcebook (Consequential Amendments No 2) Instrument 2009 | 2009/18 | 26.3.09 | 86 |
| Perimeter Guidance (Payment Services Scope) Instrument 2009 | 2009/19 | 26.3.09 | 86 |
| Dormant Bank and Building Society Accounts Instrument 2009 | 2009/38 | 23.7.09 | 90 |
| Perimeter Guidance (Amendment No 2) Instrument 2009 | 2009/46 | 23.7.09 | 90 |
| Handbook Administration (No 15) Instrument 2009 | 2009/49 | 24.9.09 | 92 |
| Companies Act 2006 (Consequential Handbook Amendments No 3) Instrument 2009 | 2009/50 | 24.9.09 | 92 |
| Handbook Administration (No 16) Instrument 2009 | 2009/69 | 10.12.09 | 95 |
| Sale and Rent Back Instrument 2010 | 2010/1 | 28.1.10 | 96 |
| Alternative Finance Investment Bonds Instrument 2010 | 2010/6 | 25.2.10 | 97 |
| Handbook Administration (No 19) Instrument 2010 | 2010/40 | 23.9.10 | 103 |

PERG is made and amended by instrument.

BSOG Building Societies Regulatory Guide

| | | | |
|---|---------|---------|----|
| <i>Regulatory Guide brought into force</i> | - | 1.7.07 | - |
| Companies Act 2006 (Consequential Handbook Amendments No 3) Instrument 2009 | 2009/50 | 24.9.09 | 92 |
| Building Societies Sourcebook Instrument 2010 | 2010/11 | 25.3.10 | 98 |

BSOG is made and amended by instrument

RPPD Providers and Distributors Regulatory Guide

| | | | |
|--|---|---------|---|
| <i>Regulatory Guide brought into force</i> | - | 16.7.07 | - |
|--|---|---------|---|

RPPD is made and amended by instrument

EG Enforcement Regulatory Guide

| | | | |
|---|---------|---------|-----|
| <i>Regulatory Guide brought into force</i> | - | 28.8.07 | - |
| Decision Procedure and Penalties Manual and Enforcement Guide (Amendment) Instrument 2008 | 2008/68 | 4.12.08 | 83 |
| Payment Services Instrument 2009 | 2009/14 | 26.3.09 | 86 |
| Enforcement Guide (Use of Firm-Commissioned Reports) Instrument 2009 | 2009/26 | 23.4.09 | 87 |
| Decision Procedure and Penalties Manual (Financial Penalties) Instrument 2010 | 2010/4 | 25.2.10 | 97 |
| Enforcement Powers (Financial Services Act 2010) Instrument 2010 | 2010/26 | 22.7.10 | 102 |

EG is made and amended by instrument

| UNFCOG | Unfair Contract Terms Regulatory Guide | | | |
|--|---|---------|----------|----|
| <i>Regulatory Guide brought into force</i> | | - | 28.8.07 | - |
| Treaty of Lisbon (Consequential Handbook Amendments) Instrument 2009 | | 2009/67 | 27.11.09 | 95 |
| <i>UNFCOG is made and amended by instrument</i> | | | | |

| CRA | Credit Rating Agencies Guide | | | |
|--|-------------------------------------|---|--------|-----|
| <i>Regulatory Guide brought into force</i> | | - | 7.6.10 | 100 |

Guidance Notes issued by the FSA

| Number | Title | Made | Dates in force | Handbook Notice | |
|--------|--|----------|--|-----------------|----------------------|
| No 1 | Frequently asked questions on the code of market conduct | 29.11.01 | 1.12.01-30.6.02 | HN 7, HN 12 | Expired |
| No 2 | COB Transitional arrangements for pre-N2 firms | 27.3.02 | 10.4.02-30.6.02 | HN 10 | Expired |
| No 3 | Reproduction of the FSA logo by authorised firms | 24.5.02 | 29.5.02-30.4.03 | HN 12 | Expired |
| No 4 | Resilience test for insurers | 28.6.02 | From 28.6.02 ¹ | HN 13, HN 22 | Expired |
| No 5 | Grandfathered concessions and waivers applications | 22.7.02 | 1.8.02-30.11.02 | HN 14 | Expired |
| No 6 | Waivers applications: Introduction of a standard form | 22.7.02 | 1.8.02-31.1.03 | HN 14 | Expired |
| No 7 | Precipice bonds | 11.2.03 | 19.3.03-18.3.04 (including guidance on periodic statements, in force 19.5.03-18.3.04) | HN 19 | Expired |
| No 8 | The Credit Union Common Bond | 19.6.03 | 1.7.03-31.12.04 | HN 23 | Expired ² |
| No 9 | Guidance for Social Housing Providers | 19.4.10 | 23.4.10 | HN 99 | Current |
| No 10 | Consumer Redress Schemes | 22.7.10 | 23.7.10 | HN 102 | Current |

¹ The expiry date of GN 4 is deferred until the implementation of the Integrated Prudential sourcebook (see Chapter 5 of HN 22).

² The text of GN 8 has been incorporated into the Handbook.

Handbook provisions not yet in force

This Table lists previous instruments containing Handbook provisions which have yet to come into force, as a reminder to firms. This table should be read in conjunction with Annex E (“What’s New”).

Listed by effective date within modules

| Module | Change | Instrument | When effective | Described in |
|----------|--|--|--------------------------|--|
| Glossary | New chapter in SYSC and other changes to require firms to test their business models to failure | Prudential (Stress Testing) Instrument 2009 [FSA 2009/72] | 14.12.10 (<i>part</i>) | HN95 <i>Dec 2009</i> (paras 2.13 – 2.14) |
| | Changes to FSCS provisions enabling faster payout of claims to depositors | Financial Services Compensation Scheme (Banking Compensation Reform) Instrument 2009 [FSA 2009/47] | 31.12.10 | HN90 <i>July 2009</i> (paras 2.2 – 2.8) |
| | Minor administrative corrections | Handbook Administration (No 15) Instrument 2009 [FSA 2009/49] | 31.12.10 (<i>part</i>) | HN92 <i>Sep 2009</i> (paras 2.2 – 2.4) |
| | New requirements for deposit takers to put in place single customer views in order to provide aggregate balances of depositors | Financial Services Compensation Scheme (Single Customer View Supervision and other Amendments) Instrument 2009 [FSA 2009/66] | 31.12.10 (<i>part</i>) | HN94 <i>Nov 2009</i> (paras 2.52 – 2.59) |
| | Rules needed for firms to comply with CRD2 amendments | Capital Requirements Directive (Handbook Amendments) Instrument 2010 [2010/29] | 31.12.10 | HN102 <i>July 2010</i> (paras 2.24 - 2.29) |
| | Large Exposures regime rules as a result of CRD 2 | Capital Requirements Directive (Large Exposures) Instrument 2010 [FSA 2010/41] | 31.12.10 | HN103 <i>Sep 2010</i> (paras 2.34 – 2.37) |
| | Changes to the significant influence functions regime | Controlled Functions (Amendment) Instrument 2010 [FSA 2010/48] | 1.5.11 | HN103 <i>Sep 2010</i> (paras 2.69 – 2.74) |
| | Amended provisions for advised sales of investments to retail clients | Retail Distribution Review (Adviser Charging) Instrument 2010 [FSA 2010/12] | 31.12.12 | HN98 <i>Mar 2010</i> (paras 2.29 – 2.34) |
| | Introduction of ‘consultancy charging’ in group pensions market | Retail Distribution Review (Corporate Pensions) Instrument 2010 [FSA 2010/21] | 31.12.12 | HN101 <i>June 2010</i> (2.24 – 2.28) |

| Module | Change | Instrument | When effective | Described in |
|---------------|---|--|--------------------------|-------------------------------------|
| | New and amended commission disclosure requirements | Retail Distribution Review (Pure Protection) Instrument 2010 [FSA 2010/46] | 31.12.12 | HN103 Sep 2010 (paras 2.54 – 2.59) |
| SYSC | New chapter in SYSC and other changes to require firms to test their business models to failure | Prudential (Stress Testing) Instrument 2009 [FSA 2009/72] | 14.12.10 (<i>part</i>) | HN95 Dec 2010 (paras 2.13 – 2.14) |
| | Changes to the significant influence functions regime | Controlled Functions (Amendment) Instrument 2010 [FSA 2010/48] | 1.5.11 | HN103 Sep 2010 (paras 2.69 – 2.74) |
| APER | Changes to the significant influence functions regime | Controlled Functions (Amendment) Instrument 2010 [FSA 2010/48] | 1.5.11 | HN103 Sep 2010 (paras 2.69 – 2.74) |
| FIT | Changes to the significant influence functions regime | Controlled Functions (Amendment) Instrument 2010 [FSA 2010/48] | 1.5.11 | HN103 Sep 2010 (paras 2.69 – 2.74) |
| FEES | Changes to FSCS provisions enabling faster payout of claims to depositors | Financial Services Compensation Scheme (Banking Compensation Reform) Instrument 2009 [FSA 2009/47] | 31.12.10 | HN90 July 2009 (paras 2.57 – 2.63) |
| | Minor administrative changes | Handbook Administration (No 17) Instrument 2010 [FSA 2010/8] | 31.12.10 (<i>part</i>) | HN98 Mar 2010 (paras 2.2 – 2.13) |
| GENPRU | New chapter in SYSC and other changes to require firms to test their business models to failure | Prudential (Stress Testing) Instrument 2009 [FSA 2009/72] | 14.12.10 (<i>part</i>) | HN95 Dec 2009 (paras 2.13 – 2.14) |
| | Rules needed for firms to comply with CRD2 amendments | Capital Requirements Directive (Handbook Amendments) Instrument 2010 [FSA 2010/29] | 31.12.10 | HN102 July 2010 (paras 2.24 – 2.29) |
| | Large Exposures regime rules as a result of CRD 2 | Capital Requirements Directive (Large Exposures) Instrument 2010 [FSA 2010/41] | 31.12.10 | HN103 Sep 2010 (paras 2.34 – 2.37) |
| BIPRU | Rules needed for firms to comply with CRD2 amendments | Capital Requirements Directive (Handbook Amendments) Instrument 2010 [FSA 2010/29] | 31.12.10 | HN102 July 2010 (paras 2.24 – 2.29) |
| | Large Exposures regime rules as a result of CRD 2 | Capital Requirements Directive (Large Exposures) Instrument 2010 [FSA 2010/41] | 31.12.10 | HN103 Sep 2010 (paras 2.34 – 2.37) |
| INSPRU | Minor changes following review of prudential requirements | Prudential Requirements for Insurers (Amendment No 4) Instrument 2009 [FSA 2009/60] | 31.12.11 (<i>part</i>) | HN94 Nov 2009 (paras 2.21 – 2.23) |

| Module | Change | Instrument | When effective | Described in |
|---------------|--|---|--------------------------|-------------------------------------|
| IPRU(FSOC) | Minor changes following review of prudential requirements | Prudential Requirements for Insurers (Amendment No 4) Instrument 2009 [FSA 2009/60] | 31.12.11 (<i>part</i>) | HN94 Nov 2009 (paras 2.21 – 2.23) |
| IPRU(INV) | Change of the capital resources, requirements and professional indemnity rules for personal investment firms | Capital Resources and Professional Indemnity Insurance Requirements for Personal Investment Firms Instrument 2009 [FSA 2009/62] | 31.12.11 (<i>part</i>) | HN94 Nov 2009 (paras 2.30 – 2.33) |
| | Minor administrative changes | Handbook Administration (No 16) Instrument 2009 [FSA 2009/69] | 31.12.11 (<i>part</i>) | HN95 Dec 2009 (paras 2.7 – 2.9) |
| | Minor administrative changes | Handbook Administration (No 18) Instrument 2010 [FSA 2010/19] | 31.12.11 (<i>part</i>) | HN101 June 2010 (paras 2.2 – 2.5) |
| COBS | Amended provisions for advised sales of investments to retail clients | Retail Distribution Review (Adviser Charging) Instrument 2010 [FSA 2010/12] | 31.12.12 | HN98 Mar 2010 (paras 2.29 – 2.34) |
| | Introduction of ‘consultancy charging’ in group pensions market | Retail Distribution Review (Corporate Pensions) Instrument 2010 [FSA 2010/21] | 31.12.12 | HN101 June 2010 (paras 2.24 – 2.28) |
| | New and amended commission disclosure requirements | Retail Distribution Review (Pure Protection) Instrument 2010 [FSA 2010/46] | 31.12.12 | HN103 Sep 2010 (paras 2.54 – 2.59) |
| ICOBS | New and amended commission disclosure requirements | Retail Distribution Review (Pure Protection) Instrument 2010 [FSA 2010/46] | 31.12.12 | HN103 Sep 2010 (paras 2.54 – 2.59) |
| SUP | Rules needed for firms to comply with CRD2 amendments | Capital Requirements Directive (Handbook Amendments) Instrument 2010 [FSA 2010/29] | 31.12.10 | HN102 July 2010 (paras 2.24 - 2.29) |
| | Large Exposures regime rules as a result of CRD 2 | Capital Requirements Directive (Large Exposures) Instrument 2010 [FSA 2010/41] | 31.12.10 | HN103 Sep 2010 (paras 2.34 – 2.37) |
| | Minor amendments and clarification to the liquidity regime | Liquidity Standards (Miscellaneous Amendments) Instrument 2010 [FSA 2010/43] | 6.1.11 (<i>part</i>) | HN103 Sep 2010 (paras 2.43 – 2.47) |
| | Changes to the significant influence functions regime | Controlled Functions (Amendment) Instrument 2010 [FSA 2010/48] | 1.5.11 | HN103 Sep 2010 (paras 2.69 – 2.74) |
| DISP | New provisions relating to the handling of Payment Protection Insurance complaints | Dispute Resolution: Complaints (Payment Protection Insurance) Instrument 2010 [FSA 2010/36] | 1.12.10 | HN103 Sep 2010 (paras 2.83 – 2.85) |

| Module | Change | Instrument | When effective | Described in |
|---------------|---|--|--------------------------|---|
| COMP | Changes to reflect changes made to the DGSD | Compensation Sourcebook (Deposit Guarantee Schemes Directive Amendments) Instrument 2009 [FSA 2009/29] | 31.12.10 (<i>part</i>) | HN88 <i>May 2009</i> (paras 2.17 – 2.19) |
| | Changes to FSCS provisions enabling faster payout of claims to depositors | Financial Services Compensation Scheme (Banking Compensation Reform) Instrument 2009 [FSA 2009/47] | 31.12.10 (<i>part</i>) | HN90 <i>July 2009</i> (paras 2.57 – 2.63) |
| | Minor administrative corrections | Handbook Administration (No 15) Instrument 2009 [FSA 2009/49] | 31.12.10 (<i>part</i>) | HN92 <i>Sep 2009</i> (paras 2.2 – 2.4) |
| | Deposit takers to put in place single customer views in order to provide aggregate balances of depositors | Financial Services Compensation Scheme (Single Customer View Supervision and other Amendments) Instrument 2009 [FSA 2009/66] | 31.12.10 (<i>part</i>) | HN94 <i>Nov 2009</i> (paras 2.52 – 2.59) |
| | Minor administrative changes | Handbook Administration (No 17) Instrument 2010 [FSA 2010/8] | 31.12.10 (<i>part</i>) | HN98 <i>Mar 2010</i> (paras 2.2 – 2.13) |
| CRED | Changes to the significant influence functions regime | Controlled Functions (Amendment) Instrument 2010 [FSA 2010/48] | 1.5.11 | HN103 <i>Sep 2010</i> (paras 2.69 – 2.74) |

What's New?

listed by effective date within modules

| Module | Change | Instrument | When effective | Described in paragraphs |
|----------|--|--|------------------------------------|-------------------------|
| Glossary | Changes to reflect statutory removal of FSA's 'public awareness' objective | Public Awareness Objective (Financial Services Act 2010) Instrument 2010 [FSA 2010/53] | 11.11.10 | 2.4 – 2.6 |
| | Changes to reflect legislative changes relating to contracting out of the State Second Pension | Conduct of Business Sourcebook (Abolition of Contracting Out for Defined Contribution Schemes) Instrument 2010 [FSA 2010/58] | 24.11.10 | 2.25 – 2.28 |
| | Changes to strengthen client asset protection | Client Assets Sourcebook (Enhancement) Instrument 2010 [FSA 2010/52] | 1.1.11; 1.3.11 and 1.10.11 | 2.29 – 2.32 |
| GEN | Changes to reflect statutory removal of FSA's 'public awareness' objective | Public Awareness Objective (Financial Services Act 2010) Instrument 2010 [FSA 2010/53] | 11.11.10 | 2.4 – 2.6 |
| FEES | Clarification of FSCS levy tariff base for deposit-takers following implementation of Single Customer View | Financial Services Compensation Scheme (Deposit Tariff Base Amendment) Instrument 2010 [FSA 2010/54] | 31.12.10 | 2.9 – 2.15 |
| COBS | Changes to reflect legislative changes relating to contracting out of the State Second Pension | Conduct of Business Sourcebook (Abolition of Contracting Out for Defined Contribution Schemes) Instrument 2010 [FSA 2010/58] | 24.11.10 | 2.25 – 2.28 |
| | New requirement for asset managers to disclose commitment to Stewardship Code | Conduct of Business Sourcebook (Stewardship Code) Instrument 2010 [FSA 2010/57] | 6.12.10 | 2.21 – 2.24 |
| | Extension of current taping rules to cover voice and electronic communications on mobile phones | Conduct of Business Sourcebook (Recording of Telephone Conversations and Electronic Communications) (No 2) Instrument 2010 [FSA 2010/56] | 14.11.11 | 2.17 – 2.20 |
| CASS | Limitation on application of Title Transfer Collateral Provisions; and new guidance | Client Assets Sourcebook (Title Transfer) (Amendment) Instrument 2010 [FSA 2010/59] | 1.12.10 | 2.33 – 2.42 |
| | Changes to strengthen client asset protection | Client Assets Sourcebook (Enhancement) Instrument 2010 [FSA 2010/52] | 1.1.11; 1.3.11; 1.6.11 and 1.10.11 | 2.29 – 2.32 |

| Module | Change | Instrument | When effective | Described in paragraphs |
|---------------|--|--|-----------------------|--------------------------------|
| SUP | Changes to reflect statutory removal of FSA's 'public awareness' objective | Public Awareness Objective (Financial Services Act 2010) Instrument 2010 [FSA 2010/53] | 11.11.10 | 2.4 – 2.6 |
| | Changes to strengthen client asset protection | Client Assets Sourcebook (Enhancement) Instrument 2010 [FSA 2010/52] | 1.6.11 and 1.10.11 | 2.29 – 2.32 |
| CRED | Changes to reflect statutory removal of FSA's 'public awareness' objective | Public Awareness Objective (Financial Services Act 2010) Instrument 2010 [FSA 2010/53] | 11.11.10 | 2.4 – 2.6 |
| PROF | Changes to reflect statutory removal of FSA's 'public awareness' objective | Public Awareness Objective (Financial Services Act 2010) Instrument 2010 [FSA 2010/53] | 11.11.10 | 2.4 – 2.6 |

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