

# Bank of England

## Prudential Regulation Authority

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### WRITTEN NOTICE

### IMM PERMISSION

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To: **Standard Chartered Bank (FRN: 114276) (a “firm”)**  
**Standard Chartered Plc (FRN:212572) (the “holding company”)**  
**(together, “the addressees”)**

Address: 1 Basinghall Avenue, London EC2V 5DD

Reference Number: 00005378

Date: 31 October 2022

#### DECISIONS:

1. In accordance with the discretions afforded to the PRA by Section 6, Chapter 6, Title II, Part 3 of Regulation 575/2013 of the European Parliament and of the Council of 26<sup>th</sup> June 2013 on prudential requirements for credit institutions and investment firms as it forms part of retained EU law (the “CRR”), the PRA has decided to grant the addressees, permission to use the Internal Model Method in its calculation of own funds requirements for counterparty credit risk on the terms and conditions set out in Annex 1 (the “IMM Permission”).
2. If an addressee ceases to comply with the conditions for the granting of this IMM Permission set out in the Section 6, Chapter 6, Title II, Part 3 of the CRR, and the terms and conditions of the IMM Permission set out in Annex 1, the PRA will re-consider the terms and conditions of the IMM Permission and the requirements relevant to it, including a revocation of the IMM Permission in whole or in part.
3. The IMM Permission takes effect on 23 September 2022. This Written Notice replaces Written Notice 1660703 issued to the firm on 14 May 2019 and the Written Notice issued to the holding company on 20 December 2021.



## **PROCEDURAL MATTERS**

4. If an addressee wishes to challenge the decisions taken by the PRA in relation to the IMM Permission, the addressee may refer the matter to the Upper Tribunal
5. Details of the IMM Permission will be published. The full text of this Decision Notice will not be published. However, in the interests of transparency, the PRA's policy is to publish an abridged version of the permission notice as a record that the IMM permission has been granted

**Simon Jackson**

**Head of UKT Supervision, UK Global Banks**

**ANNEX 1**

**THE INTERNAL MODEL METHOD PERMISSION**

**Definition**

1. The IMM Permission means that the company may use the internal model method to calculate, for the legal entities listed in Table 1, on a consolidated basis, the own funds requirements for counterparty credit risk in relation to the exposures described in paragraph 2 of this Annex in accordance with Section 6, Chapter 6, Title II, Part 3 of the CRR..

**Table 1**

<b>Legal Entity</b>	<b>Consolidated</b>
Standard Chartered Bank Limited	Consolidated
Standard Chartered Bank Group	Consolidated

## ANNEX 2

### **Note on disclosure**

The PRA has decided not to publish the full text and annexes of IMM permission notices as it has been deemed inappropriate and unnecessary. In particular, to do so might prejudice, to an unreasonable degree, the commercial interests of the company concerned.

However, in the interests of transparency, the PRA's policy is to publish an abridged version of the permission notice, as a record that the IMM permission has been granted.

**ANNEX 3****VERSION CONTROL**

<b>Version</b>	<b>Comment</b>	<b>Authorisation</b>	<b>Date</b>
1.0	IMM Permission issued- Reference Number: 114276	Simon Morley – Head of Major UK International Banks	14 May 2019
2.0	Permission granted to the Holding Company on a consolidated basis.	SRPC	20 December 2021
3.0	Permission to replace the CRR measurement system's core CRR component	Simon Jackson, Head of Major UK International Banks	23 September 2022