

# Understanding MIFIDPRU

## Course outline and objectives

MIFIDPRU has been in place since January 2022, yet still many firms are struggling to get to grips with a number of aspects of the regime, as evidenced by the number of comments the FCA has made about "disappointing" quality reporting, weak wind down plans and the active supervision currently being undertaken.

This course is aimed at Compliance and Finance staff who are involved in the production/submission/review of MIFIDPRU returns, the Wind Down Plan and the ICARA/assessment of the Overall Financial Adequacy Requirement (OFAR).

Using case studies and worked examples, the focus will be on enabling delegates to understand how MIFIDPRU applies to their firm and translates into accurate RegData reporting, how to understand and analyse Group scenarios, holding company governance requirements and consolidated reporting. Delegates will also understand how the ICARA supports these and the basics for an effective ICARA.

### ***The course explores the MIFIDPRU Handbook helping delegates to:***

- a) *Understand the structure and where to find key information*
- b) *Approach group analyses effectively (including the application of the Group Capital Test)*
- c) *Understand what good governance arrangements throughout the Group look like*
- d) *Know what factors should be taken into account when calculating own funds, liquidity and OFAR requirements*
- e) *Know where key numbers for the RegData reporting are to be found*
- f) *Understand the criticality of a credible wind-down process and projections for the regulatory returns; and*
- g) *Understand the interaction with the ICARA*

## Dates and Fees

### **Live Online**

25 June 2024

09:30 to 12:45

£375 + VAT

***Savings available for multiple registrations***

## To book

Visit:

[www.ctp.uk.com](http://www.ctp.uk.com)

Email:

[emmabond@ctp.uk.com](mailto:emmabond@ctp.uk.com)

Call:

**0330 303 9779**

## By the end of the session, participants will:

- Understand the structure of the MIFIDPRU Handbook
- Be able to structure a MIFIDPRU Group analysis, understanding all the relevant elements, including governance requirements at relevant holding company level
- Determine which types of firm MIFIDPRU applies to (including CPMI firms) and the interaction of MIFIDPRU with other capital requirements
- Understand the own funds, liquidity and Overall Financial Adequacy requirements
- Understand the core expectations of the FCA regarding the firm's assessment of Overall Financial Adequacy
- Be able to link these calculations to the various MIFIDPRU returns
- Understand the key elements that make a wind-down credible for its application to the regulatory reporting
- Understand the role of the ICARA in the MIFIDPRU processes

## Course Leader

**Gary Pitts** is a consultant and trainer with 30 years of extensive expertise across the financial services sector, and his consultancy firm, Tetractys, operates in the UK and Ireland. His approach to consulting stems from the belief that without good and effective governance, meaningful compliance with regulation is impossible. Gary is a well-regarded regulatory trainer in the UK delivering courses for CTP, The Investment and Savings Alliance and for his own client base. His clients include Solvency II insurers, hedge funds, private equity managers, wholesale brokerage, consumer credit and a variety of fintech/blockchain firms.

Gary began his career with one of the original UK regulators, Lautro, then the Personal Investment Authority and has since been head of Compliance for international hedge funds and boutique investment banks. He has been a Director of regulated firms in the UK and South Africa and has been a regulated person in the UK (CF3/10/11 and SMF 16/17) since 2001, a PCF 15 in Ireland, a director of regulated entities in South Africa and a director of Luxembourg and Cayman-domiciled hedge funds, as well as a SEC and NFA registered compliance officer.

## Course Programme

Session	Content
<b>Introduction</b>	<ul style="list-style-type: none"> <li>• Introduction</li> <li>• Expectations</li> <li>• Outcomes</li> </ul>
<b>What types of firm does MIFIDPRU apply to?</b>	<ul style="list-style-type: none"> <li>• Understanding the firm types under MIFIDPRU</li> <li>• SNI/non-SNI</li> </ul>
<b>Groups</b>	<ul style="list-style-type: none"> <li>• What constitutes a MIFIDPRU Group?</li> <li>• Consolidation vs. Group Capital Test</li> <li>• Holding company governance</li> </ul>
<b>What are the core requirements on firms?</b>	<ul style="list-style-type: none"> <li>• Key provisions of each chapter</li> <li>• How do they interact?</li> </ul>
<b>What underpins a credible assessment of “Overall Financial Adequacy”?</b>	<ul style="list-style-type: none"> <li>• Understanding FG20-1 and how it applies to our firms</li> <li>• Linking back to the Threshold Conditions for authorisation</li> </ul>
<b>Completing the RegData returns</b>	<ul style="list-style-type: none"> <li>• Understanding the returns, their respective roles and the key data that populates them</li> <li>• What controls should you have in place?</li> </ul>
<b>Wind-down plans</b>	<ul style="list-style-type: none"> <li>• Why is a credibly costed wind-down plan so important to the MIFIDPRU processes?</li> <li>• What are the essentials of a credible wind-down plan?</li> </ul>
<b>Role of the ICARA</b>	<ul style="list-style-type: none"> <li>• What role does the ICARA play in:               <ul style="list-style-type: none"> <li>○ Assessing the OFAR and documenting it</li> <li>○ Supporting MIFIDPRU returns</li> <li>○ Supporting governance</li> </ul> </li> </ul>
<b>Available Guidance</b>	<ul style="list-style-type: none"> <li>• FCA guidance</li> <li>• Other sources and how we can utilise them</li> </ul>