

October 2008

08 / 16 ★

newsletter



This newsletter provides a summary of CP08/16. Please see the section 'Who should read this paper?' to see if CP08/16 is relevant to you.

Financial Services Authority

Quarterly consultation

(No. 18)

Why are we issuing the Consultation Paper?

Every three months, we issue a Quarterly Consultation Paper (QCP) on the minor changes we propose making to our rules. In the October QCP, we are asking for your comments on our proposed amendments to:

- the General Prudential sourcebook (GENPRU) to clarify our notification requirements in relation to the redemption or repayment of tier one and tier two instrument;
- the Professional Indemnity Insurance (PII) requirements in MIPRU and IPRU(INV) in order to adjust the PII minimum indemnity limits in line with movements in the European Index of Consumer Prices (EICP) as required by the Insurance Mediation Directive;
- the provisions on passporting and on certain notification requirements for reinsurers in the Supervision manual (SUP);

- the rules in Chapter 17 in SUP on transaction reporting in respect of transactions in over-the-counter derivatives;
- the Collective Investment Schemes sourcebook following our review of our policy in respect of the ability of UCITS schemes to invest in CIS not established in European Economic Area (EEA) states and amendments to our rules on unit class hedging;
- the Model Code in Annex 1 of Chapter 9 of the Listing Rules sourcebook (LR) to allow persons discharging managerial responsibilities of listed companies to enter into trading plans; and
- the Perimeter Guidance manual, as part of our work on implementing the Payment Services Directive.

Should consumers read the paper?

The amendments are largely technical amendments, clarifications and corrections. So, on the whole, they are unlikely to have a direct impact on consumers.

How is the paper set out?

We describe each amendment in a separate chapter. Each chapter includes an explanation of the proposed amendment, a statement of purpose, a cost benefit analysis (if necessary) and a compatibility statement. The appendices to the CP contain the actual text of the proposed amendments.

What happens next?

The deadline for comments on these amendments is 6 December 2008.

The Financial Services Authority invites comments on this Consultation Paper.

Comments on all the proposed amendments should reach us by 6 December 2008.

You can submit your comments electronically using the form on our website (at www.fsa.gov.uk/pubs/cp/cp08_16_response.html).

Or you can respond by email: cp08_16@fsa.gov.uk

If you wish to respond by letter, please send your comments to the person named at the end of each chapter and set out below:

Chapter 2: Joshua Everson Telephone: 020 7066 4254 or Fax: 020 7066 4255

Chapter 3: Joshua Everson Telephone: 020 7066 4254 or Fax: 020 7076 4255

Chapter 4: Rachel Donaldson Telephone: 020 7066 0754 or Fax: 020 7066 0755

Chapter 5: Dario Crispini Telephone: 020 7066 8236 or Fax: 020 7066 8237

Chapter 6: Matthew Cherrill Telephone: 020 7066 1778 or Fax: 020 7066 1779

Chapter 7: Andrew Broughton Telephone: 020 7066 8260 or Fax: 020 7066 8261

Chapter 8: David Harris Telephone: 020 7066 3040 or Fax: 020 7066 3041

If you are responding in writing to several chapters, please send your comments to Roslyn Anderson in Strategy and Risk Division, who will pass your response on as appropriate.

All responses to the above people should be sent to:

Financial Services Authority
25 The North Colonnade
Canary Wharf
London
E14 5HS

It is the FSA's policy to make all responses to formal consultation available for public inspection unless the respondent requests otherwise. A standard confidentiality statement in an e-mail message will not be regarded as a request for non-disclosure.

A confidential response may be requested from us under the Freedom of Information Act 2000. We may consult you if we receive such a request. Any decision we make not to disclose the response is reviewable by the Information Commissioner and the Information Tribunal.

How can I get the full paper?

You can download the full Consultation Paper from:

www.fsa.gov.uk/pages/Library/Policy/CP/2008/08_16.shtml

Or you can order hard copies of the paper:

Phone our helpline on **0845 608 2372**, quoting reference **CP08/16**

Copies are available at **£10** each. Please allow five working days for delivery.

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