

## **PRA RULEBOOK: SOLVENCY II FIRMS: LIQUIDITY RISK REPORTING INSTRUMENT [2025]**

### **Powers exercised**

- A. The Prudential Regulation Authority (“PRA”) makes this instrument in the exercise of the following powers and related provisions in the Financial Services and Markets Act 2000 (“the Act”):
- (1) section 137G (The PRA’s general rules);
  - (2) section 137T (General supplementary powers);
  - (3) section 192J (Rules requiring the provision of information by parent undertakings).
- B. The rule-making powers referred to above are specified for the purpose of section 138G(2) (Rule-making instruments) of the Act.

### **PRA Rulebook: Solvency II Firms: Liquidity Risk Reporting Instrument [2025]**

- C. The PRA makes the rules in the Annex to this instrument.

### **Templates, Annexes and instruction documents**

- D. The rules in this Instrument include any template, Annex or instruction document referred to in the rules. Where indicated by “[here](#)”, the rules when published electronically will include a hyperlink to the appropriate document.

### **Commencement**

- E. This instrument comes into force on [31 December 2025].

### **Citation**

- F. This instrument may be cited as the PRA Rulebook: Solvency II Firms: Liquidity Risk Reporting Instrument [2025].

### **By order of the Prudential Regulation Committee**

[DATE]

## Annex

### Amendments to the Reporting Part

The draft rules in this annex are drafted on the basis of the PRA rulebook as it would stand on 31 December 2024, including rules published in PS15/24.

In this Annex new text is underlined and deleted text is struck through.

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## 2 REPORTING TO THE PRA

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2.5A As part of the information referred to in 2.1, a *firm* is required to submit to the *PRA* on a regular basis:

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- (3) annual, semi-annual, ~~and quarterly~~ and *monthly* quantitative templates in accordance with Chapters 2A and 7.

2.5B

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(11A) A *firm* and, where applicable, a *UK holding company* must submit the annual committed facilities quantitative template LQ.03.01 referred to in Articles 51 and 51A of Chapter 2A no later than 70 business days after the *firm's* financial year end.

(11B) A *firm* must submit the quarterly liquidity market risk sensitivities quantitative templates LQ.02.01 referred to in Article 52 of Chapter 2A no later than 30 business days after the end of each quarter of the *firm's* financial year.

(11C) A *firm* must submit the *monthly* cash-flow mismatch quantitative templates LQ.01.01 and LQR.01.01 referred to in Articles 53 and 53A of Chapter 2A no later than 10 business days after the end of each calendar month.

(11D) Subject to (11E), a *firm* must submit the *monthly* cash-flow mismatch (short form) quantitative templates LQ.01.02 and LQR.01.02 referred to in Articles 54 and 54A of Chapter 2A no later than 1 business day after the end of each calendar month.

(11E) A *firm* must submit the cash-flow mismatch (short form) quantitative template LQ.01.02 referred to in Articles 54 and 54A of Chapter 2A every business day if (and for as long as) there is an actual or potential specific liquidity stress or market liquidity stress in relation to the *firm* in question.

(11F) A *firm* must ensure that it would be able at all times to meet the requirements for daily reporting under (11E) even if there is no specific liquidity stress or market liquidity stress and none is expected in relation to the *firm* in question.

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## 2A REPORTING TO THE PRA: REPORTS AND TEMPLATES

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### I: GENERAL PROVISIONS AND SUPERVISORY REPORTING REQUIREMENTS

#### Article 1: APPLICATION

1. Articles 6 to 21A and (subject to paragraphs 5 to 8 below) Articles 51 and 52 to 53A of this Chapter apply to firms other than third country branch undertakings.
2. Articles 23 to 36 and (subject to paragraphs 5 to 8 below) Article 51A of this Chapter apply to:
  - (a) firms or, where applicable, UK holding companies which are part of a group falling within Group Supervision 2.1(1) or Group Supervision 2.1(2) which are required to report information on a group to the PRA under the Group Supervision Part; and
  - (b) firms or, where applicable, UK holding companies which are part of a group under Group Supervision 2.1(3) in accordance with Group Supervision 20 which are required to report information on a group to the PRA under the Group Supervision Part.
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5. Articles 51 to 53A of this Chapter do not apply to the Society and managing agents.
6. Articles 51 to 53A of this Chapter apply only to firms or, where applicable, UK holding companies, that meet the liquidity risk condition set out in (a) together with either condition set out in (b) or (c).
  - (a) the value of the institution's total assets (item C0010/R0500 of template IR.02.01.01), excluding assets held for index-linked and unit-linked contracts (item C0010/R0220 of template IR.02.01.01), exceeds £20 billion over three consecutive quarterly reporting periods on average; and
  - (b) the total notional value of all of the institution's derivatives contracts (item C0130 of template IR.08.01.01), not held in unit-linked and index-linked contracts (item C0080 of template IR.08.01.01), exceeds £10 billion at any time; or
  - (c) the total value of the underlying security on and off-balance sheet and excluding assets held for index-linked and unit-linked contracts, involved in lending or repurchase agreements exceeds £1 billion at any time.
7. Institutions that meet the conditions set out in 6(a) and (b) or 6(a) and (c) must commence liquidity risk reporting in accordance with Articles 51 to 53A of this Chapter, on the first reporting reference date after these conditions have been met.
8. Institutions that meet the conditions set out in 6(a) and (b) or 6(a) and (c) and commence liquidity risk reporting in accordance with 7 must cease reporting once they have fallen below the thresholds set out in the relevant conditions on three consecutive annual reporting reference dates.
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**Article 51: ANNUAL QUANTITATIVE COMMITTED FACILITIES TEMPLATE FOR INDIVIDUAL FIRMS – LIQUIDITY RISK**

1. Firms must submit information to the PRA annually using the following templates:
  - (a) template LQ.00.01.03 of Chapter 9, specifying the content of the submission, following the instructions set out in section LQ.00 of Chapter 10;
  - (b) template LQ.00.02.01 of Chapter 9, specifying basic information on the firm, following the instructions set out in section LQ.00 of Chapter 10; and
  - (c) template LQ.03.01.01 of Chapter 9, specifying committed facilities information on the firm, following the instructions set out in section LQ.03.01 of Chapter 10.

**Article 51A: ANNUAL QUANTITATIVE COMMITTED FACILITIES TEMPLATE FOR GROUPS**  
**LIQUIDITY RISK**

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1. Firms and, where applicable, UK holding companies must submit information to the PRA annually using the following templates:
  - (a) template LQ.00.01.04 of Chapter 9, specifying the content of the submission, following the instructions set out in section LQ.00 of Chapter 10;
  - (b) template LQ.00.02.04 of Chapter 9, specifying basic information on the group, following the instructions set out in section LQ.00 of Chapter 10; and
  - (c) template LQ.03.01.04 of Chapter 9, specifying committed facilities information on the group, following the instructions set out in section LQ.03.01 of Chapter 10.

**Article 52: QUARTERLY QUANTITATIVE LIQUIDITY MARKET RISK SENSITIVITIES TEMPLATE**  
**FOR INDIVIDUAL FIRMS - LIQUIDITY RISK**

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1. Firms must submit information to the PRA quarterly using the following templates:
  - (a) template LQ.00.01.02 of Chapter 9, specifying the content of the submission, following the instructions set out in section LQ.00 of Chapter 10;
  - (b) template LQ.00.02.01 of Chapter 9, specifying basic information on the firm, following the instructions set out in section LQ.00 of Chapter 10; and
  - (c) template LQ.02.01.01 of Chapter 9, specifying the liquidity market risk sensitivities, following the instructions set out in section LQ.02.01 of Chapter 10.

**Article 53: MONTHLY QUANTITATIVE CASH-FLOW MISMATCH TEMPLATE FOR INDIVIDUAL**  
**FIRMS - LIQUIDITY RISK**

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1. Firms must submit information to the PRA monthly using the following templates:
  - (a) template LQ.00.01.01 of Chapter 9, specifying the content of the submission, following the instructions set out in section LQ.00 of Chapter 10;
  - (b) template LQ.00.02.01 of Chapter 9, specifying basic information on the firm, following the instructions set out in section LQ.00 of Chapter 10;
  - (c) template LQ.00.03.01 of Chapter 9, specifying basic information on ring-fenced funds and matching adjustment portfolios, following the instructions set out in section LQ.00 of Chapter 10; and
  - (d) template LQ.01.01.01 of Chapter 9, specifying the cash-flow mismatch information, following the instructions set out in section LQ.01.01 of Chapter 10.

**Article 53A: MONTHLY QUANTITATIVE CASH-FLOW MISMATCH TEMPLATE FOR INDIVIDUAL**  
**FIRMS - RING-FENCED FUNDS, MATCHING ADJUSTMENT PORTFOLIOS AND**  
**REMAINING PART INFORMATION - LIQUIDITY RISK**

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1. Firms must submit information in relation to each ring-fenced fund, each matching adjustment portfolio and the remaining part to the PRA monthly using the following templates:
  - (a) template LQR.00.01.01 of Chapter 9, specifying the content of the submission, following the instructions set out in section LQ.00 of Chapter 10; and

- (b) template LQR.01.01.01 of Chapter 9, specifying the cash-flow mismatch information, following the instructions set out in section LQ.01.01 of Chapter 10.

#### **Article 54: MONTHLY QUANTITATIVE CASH-FLOW MISMATCH (SHORT FORM) TEMPLATES FOR INDIVIDUAL FIRMS - LIQUIDITY RISK**

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1. Firms must submit information to the PRA monthly using template LQ.01.02.01 of Chapter 9, specifying the cash-flow mismatch (short form) information, following the instructions set out in section LQ.01.02 of Chapter 10.

#### **Article 54A: MONTHLY QUANTITATIVE CASH-FLOW MISMATCH (SHORT FORM) TEMPLATES FOR INDIVIDUAL FIRMS - RING-FENCED FUNDS, MATCHING ADJUSTMENT PORTFOLIOS AND REMAINING PART INFORMATION - LIQUIDITY RISK**

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1. Firms must submit information in relation to each ring-fenced fund, each matching adjustment portfolio and the remaining part to the PRA monthly using template LQR.01.02.01 of Chapter 9, specifying the cash-flow mismatch (short form) information, following the instructions set out in section LQ.01.02 of Chapter 10.

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### **9 REPORTING AND DISCLOSURE TEMPLATES**

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9.84 The following LQ.00 templates can be found here:

- (a) Template LQ.00.01.01, specifying the content of the submission;
- (b) Template LQ.00.01.02, specifying the content of the submission;
- (c) Template LQ.00.01.03, specifying the content of the submission;
- (d) Template LQ.00.01.04, specifying the content of the submission;
- (e) Template LQ.00.02.01, specifying basic information on the firm;
- (f) Template LQ.00.02.04, specifying basic information on the group;
- (g) Template LQ.00.03.01, specifying basic information on ring-fenced funds and matching adjustment portfolio; and
- (h) Template LQR.00.01.01, specifying the content of the submission.

9.85 Templates LQ.03.01.01 and LQ.03.01.04, specifying information on committed facilities for individual firms, can be found here.

9.86 Template LQ.02.01.01 specifying information on liquidity market risk sensitivities, can be found here.

9.87 Templates LQ.01.01.01 and LQR.01.01.01, specifying information on cash-flow mismatch can be found here.

9.88 Templates LQ.01.02.01 and LQR.01.02.01, specifying information on cash-flow mismatch (short form), can be found here.

## 10 REPORTING AND DISCLOSURE TEMPLATES DATA ITEM INSTRUCTIONS

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[10.84 Section LQ.00 instructions can be found here.](#)

[10.85 Section LQ.03.01 instructions can be found here.](#)

[10.86 Section LQ.02.01 instructions can be found here.](#)

[10.87 Section LQ.01.01 instructions can be found here.](#)

[10.88 Section LQ.01.02 instructions can be found here.](#)

Draft for consultation