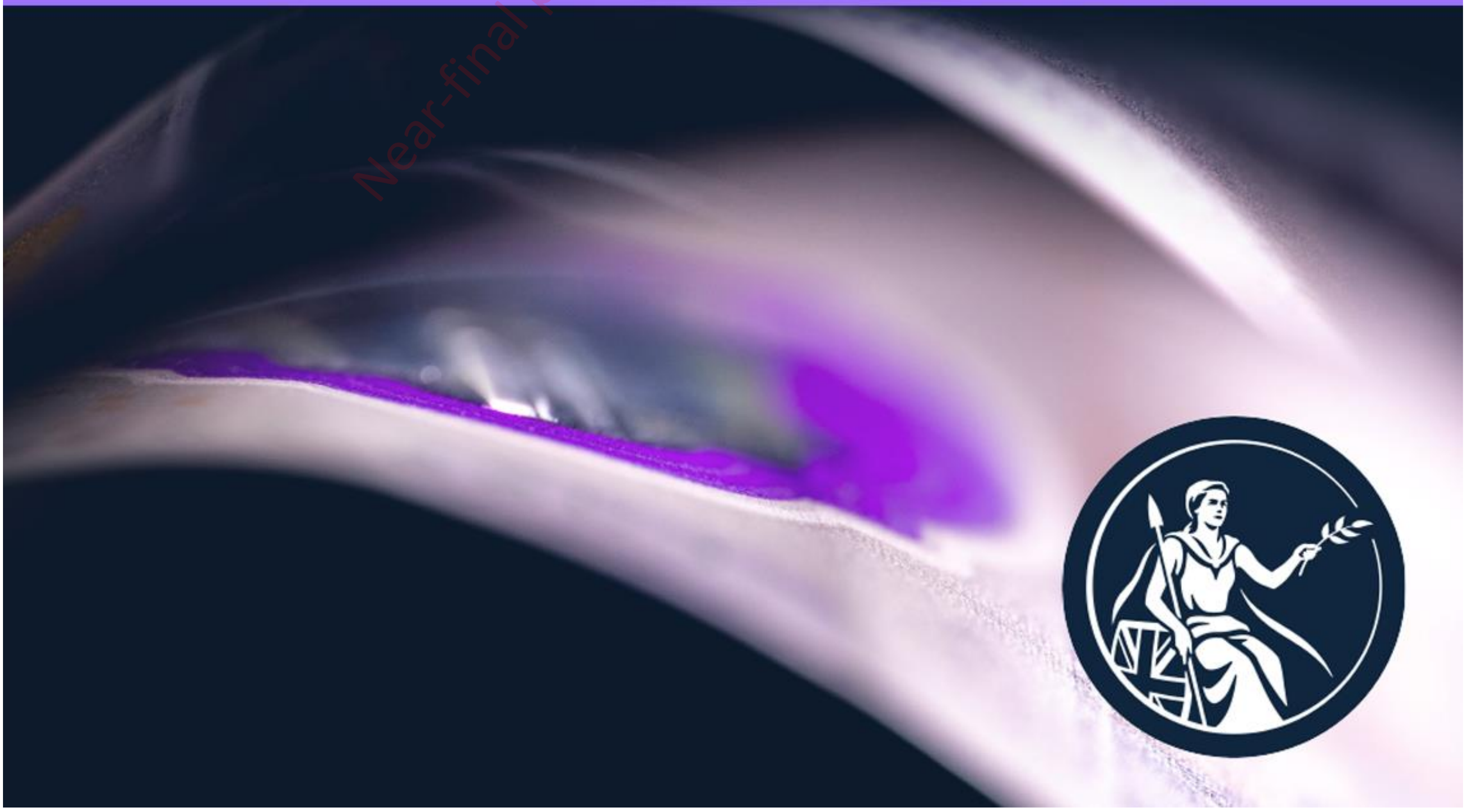
Bank of England PRA

Appendix 1: Abbreviations

Policy statement | PS9/24

September 2024



AA-CVA – Alternative approach for CVA

ACS – Annual cyclical scenario

ADC – Acquisition, development and construction

AIRB – Advanced internal ratings based

ASA – Alternative standardised approach

AVC – Asset value correlation

AVM – Automated valuation model

BA-CVA – Basic approach – credit valuation adjustment

BCBS – Basel Committee on Banking Supervision

BDR – Banking data review

BEEL – Best Estimate of Expected Loss

BI – Business indicator

BLS – Bureau of Labour Statistics

CBA – Cost benefit analysis

CCoB – Capital conservation buffer

CCP – Central clearing party

CCR – Counterparty credit risk

CCyB – Countercyclical capital buffer

CDS – Credit default swaps

CET1 – Common Equity Tier 1

CF – Conversion factors

CIU – Collective investment undertaking

COREP – Common Reporting

CP – Consultation Paper

CPI – Consumer Prices Index

CQS – Credit quality step

CRE – Commercial real estate

CRM – Credit risk mitigation

CRR or Capital Requirements Regulation – The onshored and amended UK version of Regulation (EU) No 575/2013 of the European Parliament and of the Council of 26 June 2013 on prudential requirements for credit institutions and investment firms and amending Regulation (EU) No 648/2012

CVA – Credit valuation adjustment

DP – Discussion paper

DRC – Default risk charge

EAD – Exposure at default

EBA – European Banking Authority

ECA – Export credit agencies

ECAI – External credit assessment institution

ECB – European Central Bank

ECRA – External credit rating approach

EL – Expected loss

ES – Expected shortfall

EUR – Euro

Fannie Mae – Federal National Mortgage Association

FCA – Financial Conduct Authority

FCCM – Financial collateral comprehensive method

FCP – Funded credit protection

FCSM – Financial collateral simple method

Freddie Mac – Federal Home Loan Mortgage Corporation

FINREP – Financial Reporting

FIRB – Foundation internal ratings based

FPC – Financial Policy Committee

FSA – Financial Services Authority

FSCS – Financial Services Compensation Scheme

FSMA – Financial Services and Markets Act

GBP – Pound Sterling

GP – General provisions

G-SIB – Global systemically important bank

HMO – House in multiple occupation

HMT – HM Treasury

HVCRE – High volatility commercial real estate

ICAAP – Internal Capital Adequacy Assessment Process

ICR – Interim Capital Regime

IG – Investment grade

ILM – Internal loss multiplier

IM – Internal model

IMA – Internal model approach

IMM – Internal model method

IPRE – Income producing real estate

IRB – Internal ratings based approach

LCR – Liquidity coverage ratio

LGD – Loss given default

LRA – Long-run average

LRRA – Legislative and Regulatory Reform Act 2006

LTA – Look through approach

LTV – Loan to value

MBA – Mandate-based approach

MbC – Modification by consent

MCOB – Mortgages and Home Finance: Conduct of Business

MDB – Multilateral development bank

MNA – Master netting agreement

MoC – Margin of conservatism

MPA – Master Participation Agreements

MRPA – Master Risk Participation Agreements

NFC – Non-financial counterparty

NMRF – Non-modellable risk factors

Non-IG – Non-investment grade

NPE – Non-performing exposures

NSFR – Net stable funding ratio

OFCP – Other funded credit protection

OMA – Overseas model approach

ONS – Office of National Statistics

O-SII – Other systemically important institution

OTC – Over the counter

PD – Probability of default

PiT – Point-in-time

PMA – Post model adjustment

PPGD – Probability of possession given default

PPU – Permanent partial use

PRA – Prudential Regulation Authority

PS – Policy Statement

PSE – Public sector entity

QRRE – Qualifying revolving retail exposures

RAG – Regulated activity group

RDS – Reference data set

RFB – Ring-fenced body

RIO – Retirement interest-only

RNIV – Risks Not in value-at-risk

RWA – Risk-weighted asset

SA – Standardised approach

SA-CCR – Standardised approach to counterparty credit risk

SA-CVA – Standardised approach to credit valuation adjustment

SbM – Sensitivities-based method

SCRA – Standardised credit risk assessment approach

SDDT – Small domestic deposit taker

SEC – IRBA – Securitisation – internal ratings based approach

SEC – Securitisation

SEC-ERBA – Securitisation – external ratings based approach

SEC-SA – Securitisation – standardised approach

SFT – Securities financing transaction

SFT VaR – Securities financing transactions value-at-risk

SI – Statutory instrument

SME – Small and medium-sized enterprise

SMF – Senior Management Function

SONIA – Sterling Overnight Index Average

SoP – Statement of Policy

SPE – Special purpose entity

SPV – Special purpose vehicles

SREP – Supervisory Review and Evaluation Process

SRT – Significant risk transfer

SS – Supervisory statement

SSA – Simplified standardised approach

SSPE – Securitisation special purpose entity

SVB – Silicon Valley Bank

TCR – Transitional Capital Regime

UCC – Unconditionally cancellable commitment

UFCP – Unfunded credit protection

USD – US Dollar

VaR – Value-at-risk