

**PRA RULEBOOK: NON-CRR FIRMS: CREDIT UNIONS INSTRUMENT 2026**

**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); and
  - (3) any other relevant rulemaking powers or related provisions.
  
- B. The rule-making powers referred to above are specified for the purpose of section 138G(2) (Rule-making instrument) of the Act.

**PRA Rulebook: Non-CRR Firms: Credit Unions Instrument 2026**

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

**Commencement**

- D. This instrument comes into force on 20 February 2026.

**Citation**

- E. This instrument may be cited as the PRA Rulebook: Non-CRR Firms: Credit Unions Instrument 2026.

**By order of the Prudential Regulation Committee**

3 February 2026

## Annex

## Amendments to the Credit Unions Part

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

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## 6 INVESTMENT

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...

6.3 A *credit union* must not hold *investments*, save that it may hold an *investment* that is:

...

(4) a fixed-interest sterling-denominated security guaranteed by the government of the *UK*, with a *maturity* of up to ~~twelve~~ 12 months from the date on which that *investment* is made, provided that such guarantee is unconditional in respect of the payment of both principal and interest on the security; ~~or~~

(5) described in 6.4, where the *credit union* meets the conditions set out therein; or

(6) in an entity in order for it to provide ancillary services, including trade association services, exclusively to *credit unions* and their *members* and other *mutual societies* with a *Part 4A permission* and their members, where:

(a) the *investment* is for the benefit of the *credit union* and its *members*; and

(b) the ancillary services do not form part of the *regulated activities* of the *credit union*.

...

EXTERNALLY DEFINED GLOSSARY TERM

<b>Term</b>	<b>Definition source</b>
<u>mutual society</u>	<u>Section 138K(5) of the Financial Services and Markets Act 2000</u>