

EN ANNEX I



Banc Ceannais na hÉireann
Central Bank of Ireland
Eurosystem

PART 2 Model approval¹

010	Date of the last update of information in this template	(29/05/2025)
		Description of the approach
020	Supervisory approach for the approval of the use of alternative Internal Model Approach (IMA) to calculate minimum capital requirements for market risk	
030	Minimum documentation to be provided by the investment firm applying for the use of alternative IMA	<p>At a minimum the following documentation is required:</p> <ul style="list-style-type: none"> - Application form requesting model approval indicating the scope of application of the model - Development and validation documentation of the models to be used - Implementation plan (including Roll Out) - Internal governance approvals relating to the models - Internal audit and model validation findings relating to the models to be used. - Samples of model-generated exposure data indicating the use of the model within the firm's business environment (use test) - IMM model backtesting history - Information of the systems environment relating to the model - Self-assessment against relevant regulations (e.g. CRR) - Self-assessment against the ECB Guide to Internal Models
040	Description of the assessment process conducted by the competent authority (use of self-assessment, reliance on external auditors and on-site-inspections) and main criteria of the assessment	<p>The assessment will consist of a comprehensive review of the IMM model achieved by reviewing documentation, on-site examination, off-site examination, self assessment and validation and audit findings.</p> <p>Specifically, the review will assess compliance of an applicant with the requirements to use the Alternative internal model approach set out in CRR Articles 325az-325b, and related RTS and delegated regulations.</p>
050	Form of the decisions taken by the competent authority and communication of the decisions to applicants	The decision shall be communicated to the applicant in writing containing the full reasoned decision. Decisions range from approval, conditional approval, to rejection. In instances of joint decisions, pursuant to CRR Article 20 (5), decisions 'shall take into account the views and reservations of the other competent authorities expressed during the six-month period'.

(1) Applicable from 26 June 2026 or the date of application to credit institutions of the requirements as stated in Article 57(1) of Regulation (EU) 2019/2033.