



# **CAPITAL ADEQUACY MODULE**



<b>MODULE:</b>	<b>CA (Capital Adequacy Module)</b>
<b>Table of Contents</b>	

## **PART 1: Definition of Capital**

**Date Last  
Changed**

### **CA-A Introduction**

CA A-1	Application	04/2008
CA A-2	Purpose	04/2008
CA A-3	Capital Adequacy Ratio	01/2008
CA A-4	Module History	04/2012

### **CA-1 Scope and Coverage of Capital Charges**

CA 1.1	Application	01/2008
CA 1.2	Monitoring of Risks	01/2008
CA 1.3	Investments in Other Entities and Consolidation	01/2008
CA 1.4	Reporting	01/2008
CA 1.5	Review of Prudential Information Returns by External Auditors	01/2008


### **CA-2 Regulatory Capital**

CA 2.1	Regulatory Capital	01/2008
CA 2.2	Limits on the Use of Different Forms of Capital	01/2008


## **PART 2: Credit Risk**

### **CA-3 Islamic Financing Assets**

CA 3.1	Background	01/2008
CA 3.2	Murabahah and Murabahah for the Purchase Orderer	
	Introduction	01/2008
	Credit Risk	01/2008
	Market Risk	01/2008
	Summary of Capital Requirement at Various Stages of the Contract	01/2008
CA 3.3	Salam and Parallel Salam	
	Introduction	01/2008
	Credit Risk	01/2008
	Market Risk	01/2008
	Summary of Capital Requirement at Various Stages of the Contract	01/2008
CA 3.4	Istisna'a	
	Introduction	01/2008
	Credit Risk	01/2008
	Market Risk	01/2008
	Summary of Capital Requirement at Various Stages of the Contract	01/2008
CA 3.5	Ijarah and Ijarah Muntahia Bittamleek	
	Introduction	01/2008
	Credit Risk	01/2008
	Market Risk	01/2008

 <b>Central Bank of Bahrain Rulebook</b>	<b>Volume 2: Islamic Banks</b>
<b>MODULE:</b>	<b>CA (Capital Adequacy Module)</b>
<b>Table of Contents</b>	

		<b>Date Last Changed</b>
	Summary of Capital Requirement at Various Stages of the Contract	01/2008
CA 3.6	Musharakah and Diminishing Musharakah	
	Introduction	01/2008
	Equity Position Risk - Musharakah	01/2008
	Equity Position Risk – Diminishing Musharakah	01/2008
	Summary of Capital Requirement at Various Stages of the Contract	01/2008
CA 3.7	Mudarabah	
	Introduction	01/2008
	Equity Position Risk	01/2008
	Summary of Capital Requirement for Mudarabah Categories	01/2008
CA-3.8	Sukuk	
	Introduction	01/2008
	Calculation of Capital Charges	01/2008
<b>CA-4 Credit Risk – The Standardised Approach</b>		
CA-4.1	Introduction	01/2008
CA-4.2	Segregation of Claims	04/2012
CA-4.3	Supervisory Slotting Criteria	01/2008
CA-4.4	Simple Risk Weight Method	01/2008
CA-4.5	Risk-weighting – Off-balance Sheet Items	01/2008
CA-4.6	External Credit Assessments	04/2008
CA-4.7	Credit Risk Mitigation	01/2008
<b>PART 3: Other Risks</b>		
<b>CA-5 Market Risk</b>		
CA-5.1	Trading Book	01/2012
CA-5.2	Price Risk	01/2008
CA-5.3	Equity Position Risk	01/2012
CA-5.4	Sukuk	01/2008
CA-5.5	Foreign Exchange Risk	01/2008
CA-5.6	Commodities Risk	01/2008
<b>CA-6 Operational Risk</b>		
CA-6.1	Definition of Operational Risk	01/2008
CA-6.2	The Measurement Methodologies	01/2008
	The Basic Indicator Approach	01/2008
	The Standardised Approach	01/2008

 <b>Central Bank of Bahrain Rulebook</b>	<b>Volume 2: Islamic Banks</b>
<b>MODULE:</b>	<b>CA (Capital Adequacy Module)</b>
<b>Table of Contents</b>	

	<b>Date Last Changed</b>
<b>CA-7 Profit Sharing Investment Accounts</b>	01/2008
<b>CA-8 Gearing Requirements</b>	
CA-8.1 Gearing	01/2005
<b>Appendices</b>	
Appendix CA-1: Supervisory Slotting Criteria for Istisna in Limited and Non-Recourse Project Finance, Mudarabah, Sukuk and Musharakah in a Business Venture	01/2008
Appendix CA-2: Supervisory Slotting Criteria For Diminishing Musharakah in Real Estate	01/2008
Appendix CA-3: Worked Example of Maturity Ladder Approach For Calculating Commodities Risk	01/2008
Appendix CA-4: Mapping of Business Lines	01/2008
Appendix CA-5: Capital Treatment For Failed Trades and Non-DvP Transactions	01/2008
Appendix CA-6: Table for Mapping Notations of ECAIs	04/2008
Appendix CA-7: Example : Showing the Calculation of Risk Weighted Amount of an Investment Subject to Fair Value Treatment	01/2008
Appendix CA-8: Bahrain Sovereign and Public Sector Entities Eligible for 0% Risk Weighting	04/2008
Appendix CA-9: Supplementary Schedules to Calculate Capital Charges under Standardised Approach (Moved from Appendix BR-5)	04/2012