MODULE	AU:	Authorisation
CHAPTER	AU-1:	Requirement to Hold a License

AU-1.3 Definition of Regulated Financing Company Services

AU-1.3.1 **Regulated financing company services** are any of the following activities, carried on by way of business:
- (a) **Offering instalment credit;**
- (b) **Offering revolving credit facilities (such as credit cards);**
- (c) **Offering Shari'a financing contracts; and**
- (d) **Issuing/administering means of payment (charge or prepaid cards, whether physical or digital). travellers' cheques, electronic purses.**

AU-1.3.1B A **financing company licensee** may choose to offer a limited range of financing activity as determined by its business plan provided that such activity includes short term instalment credits only.

Issuing Means of Payment

AU-1.3.14 Means the selling or issuing of payment instruments, or the selling or issuing of stored value (e.g. travellers' cheques, electronic purses). **[This Paragraph has been deleted in XX].**

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AU-2.5 Condition 5: Financial Resources

AU-2.5.2 ~~In accordance with Module CA (Capital Adequacy) licensees must maintain a minimum level of paid-up capital of BD 5,000,000 (or its equivalent in foreign currency, where legally permitted and agreed with the CBB). A greater amount of capital may be required by the CBB on a case-by-case basis. Licensees must also maintain a minimum gearing ratio of 20%.~~ Licensees must fully comply with the capital requirements contained in Module CA (Capital Adequacy).

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MODULE	CA:	Capital Requirements
CHAPTER	CA-1:	Regulatory Capital

CA-1.1 General Requirements

Minimum Capital Requirement

CA-1.1.1 A <u>licensee</u> must maintain a minimum paid-up capital of **BD5,000,000** ~~(or an equivalent amount in a currency acceptable to the CBB)~~. A greater amount of capital may be required by the CBB on a case-by-case basis. A <u>licensee</u> offering a limited scope of short-term instalment credit activity may be allowed, as determined by the CBB, to maintain a lower capital based on the nature, scale and size of operations. ~~Licensees must also maintain a minimum gearing ratio of 20%.~~

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MODULE	GR:	**General Requirements**
CHAPTER	GR-4:	**Controllers**

GR-4.3 Suitability of Controllers

GR-4.3.3 A natural person ~~will not be allowed to~~ **must not** own or control more than 15% of the voting capital of a <u>licensee</u>. Such person must satisfy the conditions in Paragraph GR-4.3.6 below.

GR-4.3.4 An unregulated legal person (including companies, trusts, partnerships) ~~will not be allowed to~~ **must not** own or control more than 20% of the voting capital of a <u>licensee</u>. All such persons must satisfy the conditions in Paragraph GR-4.3.7 below.

GR-4.3.4A <u>Financing company licensees</u> offering limited scope of activities may be exempted from the requirements of GR-4.3.3 and GR-4.3.4.

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MODULE	HC:	**High-Level Controls**
CHAPTER	HC-1:	**The Board**

HC-1.8 Committees of the Board

HC-1.8.1 The board must establish ~~create specialised committees when and as such committees are needed. In addition to the~~ Audit, Remuneration and Nominating Committees described elsewhere in this Module~~, these may include an Executive Committee to review and make recommendations to the whole board on the licensee's actions, or a Risk Committee to identify and minimize specific risks of the licensee's business.~~ For financing company licensees offering limited scope of activities, an Audit Committee is required at minimum.

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MODULE	HC:	**High-Level Controls**
CHAPTER	HC-1:	**Management Structure**

HC-6.2   Establishment of Management Structure

HC-6.2.1   The board must appoint senior management whose authority must include management and operation of current activities of the <u>licensee</u>, reporting to and under the direction of the board. The <u>senior management</u> must include at a minimum:
(a) A CEO;
(b) A chief financial officer;
(c) A corporate secretary; ~~and~~
(d) An internal auditor; and
(e) Compliance Officer/MLRO.
~~and must also include such other approved persons as the board considers appropriate.~~