



OG/416/2022

15<sup>th</sup> December 2022**Chief Executive Officers**

All Retail Banks

Manama

Kingdom of Bahrain

Dear Sir/Madam,

**Pension Commutation Scheme**

Pursuant to the launch of the Social Insurance Organisation's Pension Commutation scheme, the CBB is hereby issuing the following amendments to paragraph CM-5.3.1 of Credit Risk Management (CM) Modules under the CBB Rulebook – Volumes 1 and 2 regarding the excluded credit facilities from consumer finance requirements:

**(d) Any credit facility awarded based on eligibility as per the Social Insurance Organisation's Pension Commutation scheme.**

The said requirements are effective immediately and shall be part of the upcoming CBB Rulebook updates.

Should you have any questions in this regard, please contact your supervisory point of contact at the CBB

Yours faithfully,

**Rasheed M. Al Maraj**

Governor

cc: Bahrain Association of Banks

Law Firms

External Audit Firms