

**RESOLUTION NO.(33) OF 2009 WITH RESPECT TO PUBLISHING THE REGULATIONS TO ORGANISE LICENCEES DEPOSITS WITH THE CENTRAL BANK OF BAHRAIN**

The Governor of the Central Bank of Bahrain,

Having reviewed the Law of the Central Bank of Bahrain and Financial Institutions promulgated by Law No.(64) of 2006, particularly Article (181) thereof,

And upon the submission of the Executive Director of Banking Operations,

**HEREBY ORDERS THE FOLLOWING:**

**Article 1**

The provisions of the attached Regulations with respect to organising licensees deposits with the Central Bank of Bahrain shall come into effect.

**Article 2**

This Resolution shall be published in the Official Gazette and shall come into effect from the day following the date of its publication.

**Signed: Rasheed Mohamed Al Miraj,**  
Governor of the Central Bank of Bahrain.

Issued on: 8<sup>th</sup> Rajab, 1430 Hijra,  
Corresponding to: 1<sup>st</sup> July 2009 A.D.

**REGULATIONS ORGANISING LICENSEES' DEPOSITS WITH THE CENTRAL BANK OF BAHRAIN**

The following Regulations shall govern the "overnight deposit" and "one week deposit" facilities provided by the CBB in accordance with the conditions and provisions set forth in this Regulation.

**Article 2**

The CBB shall at its discretion provide the "overnight deposit" and "one week deposit" facilities in accordance with the conditions set forth in this Regulation and may cease providing such service or amend its provisions at any time without consulting with the concerned party.

**Article 3**

The overnight and one week facilities shall be provided to retail banks licensed by CBB and which maintain set-off accounts and deposits satisfying all Conditions with the CBB.

#### **Article 4**

The overnight and one week facilities shall be provided in Bahrain Dinars without any lower or higher limit on the deposit's amount.

#### **Article 5**

- a) Notwithstanding the public holidays, the CBB shall provide the overnight facilities service between 1:00 p.m. and 2.15 p.m. (at 02.00 p.m. on Thursdays) on all CBB working days.
- b) The CBB shall provide the one week facilities service on Tuesday of every week between 01.00 p.m. and 02.15 p.m. If such days fall on a holiday, the CBB shall immediately provide such service on the next working day.
- c) Applications submitted to the CBB shall be considered accomplished on the same day on which they are processed, unless circumstances indicated otherwise.

#### **Article 6**

The bank, holder of the account, that wishes to benefit from the facilities provided for in this Regulation, shall submit its applications to the CBB by one of the following method:

- a) Reuters Code "CBOB (DEALING)".
- b) To contact the dealing room on the approved and designated telephone numbers which are given to the licensee.
- c) To send an e-mail via the approved Internet which is given to the licensee.

#### **Article 7**

- a) The CBB shall settle the transaction at the end of its working days by debiting the set-off account in of the account holder and register credit in the deposit account of the account holder.
- b) For the Overnight deposits, the CBB shall transfer the amounts deposited and interest earned thereon from the deposit account of the account holder to the set-off account of the account holder on the next working day.
- c) For One Week Deposits, the CBB shall transfer the deposited amounts and interest earned from the deposit account of the account holder to the set off account of the account holder upon the maturity of the due date.
- d) The deals for both types of facilities shall be completed before opening the (RTGS) system.

### **Article 8**

The CBB shall fix the interest rate on the overnight deposits and one week deposits facilities.

### **Article 9**

A) The CBB shall undertake to provide the facilities indicated in this regulation as follows:

1. To properly ensure good faith in processing applications submitted by account holders.
2. To verify the genuineness of submitted information and updating them from time to time.

B) The CBB shall not assume any responsibility for the following:

1. Unauthorised applications issued by account holders or a person claiming he is the account holder due to account holder's negligence.
2. Authorised applications if submitted in error.
3. Inaccurate applications whatever may be the method of their submission including incomplete transmission.

### **P. 18/ 20      NOTICE OF THE CONSTITUTIONAL COURT**

**IN THE NAME OF HIS MAJESTY KING HAMAD BIN ISA AL KHALIFA,  
KING OF THE KINGDOM OF BAHRAIN**

### **THE CONSTITUTIONAL COURT**

At the public hearing convened on Sunday 5<sup>th</sup> July the Year 2009 corresponding to 12<sup>th</sup> Rajab, 1430 Hijra,

Under the Chairmanship of Mr. Ebrahim Mohamed Hasan Humaidan.

President

And the membership of the following judges: Mohamed Osama Abbas Abdul Jawwad, Abbas Shaikh Mansoor Al Sitri, Salman Isa Siyadi and Dr. Duha Ebrahim AL Zayani

Court Members

And in the presence of Mr. Abdul Hameed Ali Al Shaer.

Secretary