





EDBS/KH/C/35/2022 16<sup>th</sup> February 2022

#### **Chief Executive Officer**

All Islamic Bank Licensees Manama Kingdom of Bahrain

Dear Sir/Madam,

#### CBB Rulebook: Volume 2 – January 2022 Quarterly Update

The latest quarterly update to Volume 2 will be incorporated in the website version of the Rulebook.<sup>1</sup>

#### Changes for January 2022

The changes for January 2022 are listed in the attached table.

Banks must ensure that all relevant staff are informed of the latest amendments and that where needed, appropriate action is taken to ensure full compliance. Banks which are not in full compliance must notify the CBB with immediate effect and provide an action plan for compliance on a quarterly basis.

#### Further information

Should you have any queries regarding these updates, you may contact the CBB Rulebook team at <a href="mailto:rulebook@cbb.gov.bh">rulebook@cbb.gov.bh</a>, or else please speak to your normal supervisory point of contact.

Yours faithfully,

Khalid Hamad Al-Hamad

Enc.

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<sup>&</sup>lt;sup>1</sup> Volume 2 can be accessed from <u>www.cbb.gov.bh</u>: from the Home page, select 'CBB Rulebooks' and then 'Volume 2'

# CBB Rulebook: Volume 2 - January 2022 Quarterly Update

# Part A

Module Code	Summary of Changes and Printing Instructions			
	BC-1.1	Added new enhanced Section on Promotions.		
ВС	BC-1.2	Added new enhanced Section on Advertisements.		
DC	BC-4.20	Added a new Section on Dormant Accounts and Unclaimed Balances.		
	BC-12.1.3	Deleted Paragraph.		
	BR-1.1.4	Deleted Sub-paragraph (n).		
	BR-1.1.4B	Amended Paragraph on the submission of the Board and Committee		
		annual meetings report.		
	BR-1.2.3	Deleted Sub-paragraph (h).		
	BR-3.1.3	Amended Paragraph on the submission of the reporting forms.		
	BR-3.1A.3	Amended Paragraph on the submission of the quarterly reports.		
	BR-3.1A.5A			
		for Annual and Interim Financial Review and the PIRI forms for retail		
BR		banks.		
	BR-3.1A.5B	Amended Paragraph on the submission of the Information Required		
		for Annual and Interim Financial Review and the PIRI forms for		
		wholesale banks.		
	BR-4.1.3	Amended Paragraph removing the submission of a printed copy of the		
		Appendix BR-2.		
	BR-4A.5.2	Amended Paragraph on the submission of the written assessment of		
		the observations/issues raised in the Inspection draft report.		
	BR-5.1.11	Deleted Paragraph.		
	CA-1.1.6	Amended Paragraph.		
CA	CA-1.1.6A	Added new Paragraph on reverting from standardised approach to		
		basic indicator approach.		
	CM-5.4.9	Amended Paragraph on submission of technically non-compliant		
		facilities report.		
CM	CM-6.1.1	Deleted Paragraph.		
(New)	CM-6.1.2	Amended Paragraph.		
	CM-6.1.3	Deleted Paragraph.		
	CM-6.1.4	Deleted Paragraph.		
CM	CM-7.4.10	Amended Paragraph on submission of technically non-compliant		
CIVI		facilities report.		
DS	DS-3.1.1	Deleted Paragraph.		
טט	DS-3.1.2	Amended Paragraph.		

### CBB Rulebook: Volume 2 – January 2022 Quarterly Update (Contd.)

### Part A

Module Code	Summary of Changes and Printing Instructions			
	FC-A.1.3	Amended Paragraph to replace financial crime with money laundering and terrorism financing		
	FC-C	New chapter on risk-based approach (RBA)		
	FC-1.1	Amendments to general requirements to introduce additional rules for		
	FC-1.2	non-resident customers, amendments to customers onboarded prior to full completion of customer due diligence, digital onboarding etc.		
		Amendments to recognise E-KYC and electronic documents law.		
	FC-1.3	Amendments to introduce additional guidance in enhanced due diligence requirements.		
7.0	FC-1.4	Amendments to introduce detailed requirements for digital onboarding and related requirements.		
FC	FC-1.5	Amendments relating to digital onboarding of Bahraini PEPs.		
	FC-1.11.7A	Added a new Paragraph on not applying simplified CDD in situations		
		where the licensee has identified high ML/TF/PF risks.		
	FC-1.12	Deleted Section on simplified due diligence requirements relating to		
		Regulatory Sandbox since they will be covered separately in the		
		Regulatory Sandbox Framework.		
	FC-4.3.1B	Amended Paragraph.		
	FC-4.3.2	Amended Paragraph.		
	FC-4.3.5	Amended Paragraph.		
	FC-4.3.6	Deleted Paragraph.		
	FC-6.1.6A	Deleted Paragraph.		
GR	GR-2.1.1	Amended Paragraph.		
	HC-6.6.33	Amended Paragraph.		
НС	HC-6.6.34	Amended Paragraph.		
	HC-6.6.35	Added a new Paragraph on the independent third-party review.		
	HC-6.6.36	Added a new Paragraph on the independent review reports.		
IC	IC-1.2.2	Amended Paragraph.		
	IC-1.5.10	Amended Paragraph.		
	IC-1.6.1	Amended Paragraph.		
LM	LM-1.3.7	Deleted Paragraph.		
	LM-1.3.8	Amended Paragraph.		
	LM-1.3.9	Deleted Paragraph.		
LR	LR-1.3.1C	Added a new Paragraph on submission of information in relation to a		
		bank wishing to undertake regulated banking services which were not		
		included in its application for license.		

### CBB Rulebook: Volume 2 - January 2022 Quarterly Update (Contd.)

### Part A

Module Code	Summary of	Changes and Printing Instructions
ОМ	OM-1.6.1	Deleted Paragraph.
	OM-1.6.2	Deleted Paragraph.
	OM-1.6.3	Amended Paragraph.
	OM-1.6.4 –	
	OM-1.6.6	Deleted Paragraphs.
	OM-5.3.2	Amended Paragraph.
	OM-5.3.3 –	
	OM-5.3.11	Deleted Paragraphs.
ST	ST-1.8.1	Deleted Paragraph.
	ST-1.8.2	Amended Paragraph.

## Part B

Module Code	Summary of Changes						
CBB Authorisation Forms							
Form 2	Application for Authorisation of Controller	New Revised Form					
Form 3	Application for Approved Person Status	Amended Section IV by amending definition of family in the footnote to refer to any family relationship					
CBB Reporting Forms							
Appendix BR-8	Caps on Fees and Charges for Standard Services Provided to Individuals Applicable to Retail Banks						

