



EDFIS/C/020/2015
30th July 2015

The Compliance Officer
All Investment Firm Licensees
Manama
Kingdom of Bahrain

Dear Sir,

CBB Rulebook: Volume 4 (Investment Business)
July 2015 Update

The July 2015 quarterly update to Volume 4 has now been incorporated in the website version of the Rulebook.¹

Changes for July 2015:

The changes for July 2015 are listed in the attached table.

Further Information:

Should you have any queries regarding these updates, you may contact the Director of Financial Institutions Supervision Directorate, or the CBB Rulebook team at (rulebook@cbb.gov.bh), on 17547968.

Yours faithfully,

Abdul Rahman Al Baker

Enclosure: Volume 4 Update Table.

¹ Volume 4 can be accessed from www.cbb.gov.bh : from the Home page, select 'CBB Rulebooks' and then 'Volume 4'.



CBB Rulebook (Volume Four) – July 2015 Update

PART A FOLDER		
Module Code	Module Title	Summary of Changes and Printing Instructions
All Modules	N/A	Print off the Table of Contents page for each Module and the Module History Section when changes have been made.
AU	Authorisation	AU-A.1.11: Legal basis updated to reflect Resolution No (23) of 2015. AU-3.2.1: Added cross reference to Module TC. AU-5.2: Amended to be in line with Resolution No (23) of 2015 on Prior Approval Requirements for Approved Persons. AU-5.5.5: Clarified interim arrangements for replacement of approved person.
HC	High-level Controls	HC-A.1.8 and HC-A.1.8A: Clarified the application of the 'comply or explain' principle. HC-6.4.2: Changed guidance to Rule so that the internal audit function must be independent and cannot be combined with any other function.
CA	Capital Adequacy	CA-1.1.7 and CA-1.1.8: Guidance paragraphs deleted as reference is out of date.
BC	Business Conduct	BC-2.10.2, BC-2.10.9 and BC-2.10.10: Removed reference to corporate finance to be in line with Paragraph AU-1.4.43.
BR	CBB Reporting	BR-1.1.6: Clarified that the QPR is to be filed on a consolidated basis.

PART B FOLDER		
CBB Authorisation Forms		
Form 3	Application for Approved Person Status	Updated instructions.
CBB Reporting Forms		
QPR	Quarterly Prudential Return	Clarified that the QPR is to be filed on a consolidated basis.