



EDBS/KH/C/19/2019
25th February 2019

The Chief Executive Officer
Ancillary Service Providers,
Financing Companies,
Microfinance Institutions,
Representative Offices,
Manama
Kingdom of Bahrain

Dear Sir,

CBB Rulebook: Volume 5 (All Specialised Licensees)
January 2019 Quarterly Update

The January 2019 quarterly update to Volume 5 has now been incorporated in the website version of the Rulebook.¹

Changes for January 2019

The changes for January 2019 are listed in the attached table.

All Specialised Licensees must ensure that all relevant staff are informed of the latest amendments and that where needed, appropriate action is taken to ensure full compliance. Licensees 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 normal supervisory point of contact or the CBB Rulebook team at e-mail: rulebook@cbb.gov.bh.

Yours faithfully,


Khalid Hamad

Enclosure: *Volume 5 Update Table.*

¹ Volume 5 can be accessed from www.cbb.gov.bh : from the Home page, select 'Regulatory Functions' and then 'Laws & Regulations' and CBB Rulebook. Alternatively, use the 'Quick Links' facility on the Home page to access the Volume 5.

CBB Rulebook (Volume 5) – January 2019 Quarterly Update

PART A FOLDER Common Modules		
Module Code	Module Title	Summary of Changes and Printing Instructions
FC	Financial Crime	FC-1.10.1 Amended reference.

PART A FOLDER Ancillary Service Providers		
Module Code	Module Title	Summary of Changes and Printing Instructions
AU	Authorisation	AU-1.2.8 (a) & (b) Amended sub-paragraphs on clients' money account services.
		AU-1.2.10 Amended guidance on clients' money account.
		AU-1.2.10A Amended sub-paragraph (a) on maximum balance limit for a natural person. Added new sub-paragraph (bb) on maximum balance limit for a legal person. Amend sub-paragraph (f).
		AU-1.2.11 Amended Paragraph.
		AU-1.2.12 Added a new Paragraph on audit of clients' money account.
		AU-1.2.14 Amended Paragraph to include B2B.
		AU-1.2.16 Changed guidance to rule and amended deleting B2B.
		AU-1.2.24 Amended Paragraph.
		AU-2.5.6A Amended Core Capital amount.
		AU-4.1.16(m) Amended sub-paragraph.
GR	General Requirements	GR-5A.1.4 Amended Paragraph on maximum credit provided to each borrower under a crowdfunding agreement.
		GR-5A.1.5 Amended Paragraph.
		GR-5A.1.8 Amended Paragraph.
		GR-5A.1.11A Added a new Paragraph on the minimum time to withdraw a commitment.

CBB Rulebook (Volume 5) – January 2019 Quarterly Update contd.

PART A FOLDER Financing Companies		
Module Code	Module Title	Summary of Changes and Printing Instructions
BC	Business Conduct	BC-3.1.22 Amended Paragraph on initial disclosure of charges by licensees.
		BC-3.1.24 Amended Paragraph on disclosure to individual customers.
		BC-3.1.25A Added a new Paragraph on Rounding off in Transactions.

PART A FOLDER Microfinance Institutions		
Module Code	Module Title	Summary of Changes and Printing Instructions
CA	Capital Adequacy and Liquidity Requirements	CA-1.1.3 Amended minimum Capital Adequacy ratio.
		CA-1.1.4 Amended Paragraph defining Capital Adequacy ratio.
		CA-1.1.5A Added a new Paragraph on risk weighted asset items.
		CB-1.1.5B Added a new Paragraph on claims on banks.
		CB-1.1.5C Added a new Paragraph on short-term claims.
		CA-1.1.6 Amended Paragraph on maintaining minimum CAR.
		CA-1.1.7 Amended Paragraph.
		CA-1.1.8 Amended guidance and changed to Rule.
		CA-1.1.9 Amended Paragraph.

PART B FOLDER	
REPORTING FORMS	
Appendix BR-1 PIRFM	Amended form.

