



**The CEO/General Manager**

Money Changers

Representatives Offices

Administrators

Ancillary Service Providers – Third Party Administrators

Manama

Kingdom of Bahrain

Dear Sir,

**CBB Rulebook: Volume 5 (All Specialised Licensees)**  
**October 2017 Quarterly Update**

The October 2017 quarterly update to Volume 5 has now been incorporated in the website version of the Rulebook.<sup>1</sup>

**Changes for October 2017:**

The changes for October 2017 are listed in the attached table.

All 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 CBB Rulebook team at ([rulebook@cbb.gov.bh](mailto:rulebook@cbb.gov.bh)), or the normal supervisory point of contact.

Yours faithfully,

**Abdul Rahman Al Baker**

Enclosure: Volume 5 Update Table.

<sup>1</sup> Volume 5 can be accessed from [www.cbb.gov.bh](http://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) – October 2017 Quarterly Update

PART A FOLDER Common Modules		
Module Code	Module Title	Summary of Changes and Printing Instructions
FC	Financial Crime	<p>FC-1.1.2A and FC-1.1.2B Added new paragraphs on CDD requirements.</p> <p>FC-1.2.7 Amended paragraph.</p> <p>FC-1.2.8A Added new paragraph on legal entities or legal arrangements CDD.</p> <p>FC-2.2.10 – FC-2.2.11 Amended paragraphs on On-going CDD and Transaction Monitoring.</p> <p>FC-4.1.4A Added paragraph on combining the MLRO or DMLRO position with any other position within the licensee.</p> <p>FC-5.2.4A Added new paragraph on STR External Reporting.</p>

PART A FOLDER Specific Money Changers Modules		
Module Code	Module Title	Summary of Changes and Printing Instructions
GR	General Requirements	<p>GR-4.1.3 Added additional requirement to submit when requesting no-objection letter for proposed dividends.</p>
RM	Risk Management	<p>RM-2.1.2 Amended Paragraph to allow the utilization of cloud services.</p> <p>RM-2.1.4A Added a new Paragraph on outsourcing requirements.</p> <p>RM-2.1.7 Amended Paragraph.</p> <p>RM-2.1.9 Amended Paragraph.</p> <p>RM-2.1.11 Amended Paragraph.</p> <p>RM-2.1.13 Added a new Paragraph on outsourcing.</p> <p>RM-2.1.15 Amended Paragraph.</p> <p>RM-2.2.9 Amended Paragraph.</p> <p>RM-2.2.15 Amended Paragraph.</p> <p>RM-2.2.16 Added a new Paragraph on security measures related to cloud services.</p> <p>RM-2.3.2 Amended Paragraph.</p>

**CBB Rulebook (Volume 5) – October 2017 Quarterly Update contd.**

PART A FOLDER Specific Administrators Modules		
Module Code	Module Title	Summary of Changes and Printing Instructions
GR	General Requirements	<p>GR-3.1.3 Added additional requirement to submit when requesting no-objection letter for proposed dividends.</p> <p>GR-9.1.2 Amended Paragraph on outsourcing, to allow the utilization of cloud services.</p> <p>GR-9.1.3A Added a new Paragraph on outsourcing.</p> <p>GR-9.1.6 Amended Paragraph.</p> <p>GR-9.1.9 Amended Paragraph.</p> <p>GR-9.1.11 Amended Paragraph.</p> <p>GR-9.1.11A Added a new Paragraph on outsourcing.</p> <p>GR-9.1.16 Amended Paragraph.</p> <p>GR-9.1.17 Amended Paragraph.</p> <p>GR-9.2.1 Amended Paragraph.</p> <p>GR-9.2.2 Amended Paragraph.</p> <p>GR-9.2.4 Amended Paragraph.</p> <p>GR-9.2.11 Amended Paragraph.</p> <p>GR-9.2.12 Amended Paragraph.</p> <p>GR-9.2.13 Amended Paragraph.</p> <p>GR-9.2.18 Amended Paragraph.</p> <p>GR-9.2.19 Added a new paragraph for security measures related to cloud services.</p> <p>GR-9.3.3 Amended Paragraph.</p> <p>GR-9.3.4 Amended Paragraph.</p>



**CBB Rulebook (Volume 5) – October 2017 Quarterly Update contd.**

PART A FOLDER Specific Ancillary Service Providers Modules		
Module Code	Module Title	Summary of Changes and Printing Instructions
AU	Authorisation	<p>AU-1.2.1(ee) Added Crowdfunding Platform Operators under the definition of regulated services.</p> <p>AU-1.2.10A(b) Amended bank guarantee requirement.</p> <p>AU-1.2.14 –</p> <p>AU-1.2.20 Added requirements on crowdfunding platform operators.</p> <p>AU-2.5.6A Added Paragraph on minimum core capital for crowdfunding platform operators.</p> <p>AU-3.1.2 Amended Paragraph.</p> <p>AU-3.2 Added a new section for the Approved Persons Requirements.</p> <p>AU-4.1.12 Amended bank guarantee amount for PSP and Card Processing Companies.</p> <p>AU-4.1.16(l) Amended bank guarantee requirement for PSP issuing any multi-purpose, electronic or otherwise, prepaid cards.</p> <p>AU-4.3 Deleted Approved Persons requirements from AU-4.3 and added to AU-3.2.</p> <p>AU-4.6 Added new section on Additional Requirements for Licensing Crowdfunding Platform Operators.</p>
GR	General Requirements	<p>GR-5A Added a chapter on “General Requirements for Financing-Based Crowdfunding Platform Operators</p> <p>GR-6.1.3 Added additional requirement to submit when requesting no-objection letter for proposed dividends.</p>

## **Part B**

<b>PART B FOLDER</b>	
<b>Glossary</b>	
Added a definition for Beneficial Owner. Added a definition for Crowdfunding Platform Operator.	
<b>CBB Authorisation Forms</b>	
Trust Registration or Amendment Form.	Amendments to form.
Form 3 – Application for Approved Persons Status.	Amended paragraph 3 to be consistent with Module AU. Added paragraph 9A on combining the MLRO and DMLRO position with any other position within the licensee.