



EDFIS/C/049/2017
16th November 2017

The CEO/General Manager
All Listed Companies
Self-Regulatory Organisations (SRO)
SRO Members
All Securities Issuers
Legal Firms
Auditing Firms
Manama, Kingdom of Bahrain

Dear Sir,

CBB Rulebook: Volume 6 (Capital Markets): October 2017 Quarterly Update

The October 2017 update to Volume 6 has now been incorporated in the website version of the Rulebook.¹

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 Director of Capital Markets Supervision (CMS) Directorate, Mrs. Abeer Al Saad (on 17547128, or via email at: alsaad@cbb.gov.bh) or the CBB Rulebook team at (rulebook@cbb.gov.bh).

Yours faithfully,

Abdul Rahman Al Baker

Enclosure: October 2017 quarterly update table

¹ Volume 6 can be accessed from www.cbb.gov.bh : from the Home page, select 'CBB Rulebooks' and then 'Volume 6'.

CBB Rulebook (Volume 6) – October 2017 Quarterly Update

Summary of Changes

| | | PART A FOLDER | |
|--------------------|--|--------------------------------|--|
| Module Code | Module Title | | Summary of Changes |
| AML | Anti-Money Laundering and Combating of Financial Crime | AML-1.1.2A | Added new paragraph on the verification of identity and source of funds. |
| | | AML-1.1.2B | Added new paragraph on the verification of identity and source of funds. |
| | | AML-1.2.7 | Amended paragraph. |
| | | AML-1.2.8A | Added new paragraph on legal entities or legal arrangements CDD. |
| | | AML-2.2.10 – AML-2.2.11 | Amended paragraphs on On-going CDD and Transaction Monitoring. |
| | | AML-3.1.4A | Added new paragraph on combining the MLRO or DMLRO position with any other position within the licensee. |
| MAE | Markets & Exchanges | MAE-A.1.4A | Added a new Paragraph on Crowd funding platform operators. |
| | | MAE-A.4.3 | Amended Paragraph to include crowdfunding platform operator. |
| | | MAE-B.1.3 | Added a new Paragraph. |
| | | MAE-2-11 | Added a new Section to Introduce new rules for licensed equity crowdfunding platform operators. |
| | | MAE-2-12 | Added a new Section on new rules for licensed equity crowdfunding platform operators. |
| OFS | Offering of Securities | OFS Module OFS-1.4.1(e) | Amended Module as per issued circular EDFIS/C/039/2017. Amended sub-paragraph based on changes made to the definitions section. |

CBB Rulebook (Volume 6) – October 2017 Quarterly Update

Summary of Changes

| PART B FOLDER | |
|--|---|
| Glossary | |
| Amended definition of Beneficial Owner. New glossary terms added to incorporate terms for crowdfunding core. | |
| Authorisation Forms | |
| CSD – Form 3 – Application for Approved Persons Status MAE– Form 3 – Application for Approved Persons Status MIR– Form 3 – Application for Approved Persons Status | Amended paragraph 4 for consistency. Added new paragraph 10A on combining the MLRO and DMLRO position with any other position within the licensee. |
| Supplementary Information | |
| OFS Appendix 1_Pro Equity Securities | Added Expected Offering Timetable. |