



CMS/L006/17
11th January 2017

The CEO/General Manager,
All Listed Companies,
Self-Regulatory Organizations (SROs),
SRO Members,
All CBB Licensees,
Legal Firms,
Auditing Firms,
Manama, Kingdom of Bahrain.

Dear Sir,

Implementation of Resolution No. (59) of 2011 – Registration of Pledges and Liens on Securities – and its amendment Resolution No. (30) of 2015

Reference is made to Central Bank of Bahrain's Resolution No. (59) of 2011 and its amendment Resolution No. (30) of 2015 to include the Closed Companies with respect to "Specifying the Procedures to be followed for Registration of Pledges and Liens on Securities and the Discharge and Lifting of such Pledge and Liens", wherein the securities specified comprise of stocks and bonds issued by joint stock companies and any public debt instruments issued by the government and any other financial instruments classified by the CBB as securities.

Please be advised that it has come to the attention of the Central Bank of Bahrain's ("CBB") Capital Markets Supervision Directorate ("CMSD") that there have been instances where the above mentioned Resolution have not been complied with.

Therefore, any party who has entered into a securities mortgage agreement or contract, shall take all necessary steps to ensure its adherence to the requirements of such resolutions and regulations in general, and to the requirements in Article (30) of this Resolution No. (59) of 2011 in particular, and to coordinate with the Central Securities Depository ("CSD") at Bahrain Bourse ("BHB") to register all pending pledges/liens to abide by the registration requirements as stipulated in the said resolution and BHB's relevant Rules and Regulations.

Kindly coordinate with BHB's CSD for any enquiries or assistance related to the implementation of the above regulatory requirements accordingly on Tel: 17108834 or via email at registry@bahrainbourse.com

Yours sincerely,

Abeer Al Saad
Acting Director, Capital Markets Supervision Directorate

cc: Sh. Khalifa Bin Ebrahim Al Khalifa – CEO of Bahrain Bourse
Encs.