



EDFIS/C/029/2016
20th April 2016

The Compliance Officer
All Investment Firm Licensees
Manama
Kingdom of Bahrain

Dear Sir,

CBB Rulebook: Volume 4 (Investment Business)
April 2016 Update

The April 2016 quarterly update to Volume 4 has now been incorporated in the website version of the Rulebook.¹

Changes for April 2016

The changes for April 2016 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) – April 2016 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.
HC	High-level Controls	<p>HC-2.3.5 and HC-10.2.5A: Added a requirement (or guidance, based on the category of license) for the investment firm licensee to have in place a board approved policy on the employment of relatives of approved persons.</p> <p>HC-2.4.2A and HC-10.2.6A: Added the requirement (or guidance, based on the category of license) to disclose to the board on annual basis relatives of any approved persons occupying controlled functions.</p>
GR	General Requirements	GR-2.2: Clarified Rule on publication of documents by the licensee.
BR	CBB Reporting	BR-2.2.6: Clarified to whom notification requirements must be sent in the cases of fraud.
EN	Enforcement	<p>EN-A.1.2: Reference added to amendments to the CBB Law.</p> <p>EN-B.1.4: New guidance Paragraph added to broaden the scope of the application of financial penalties to persons referred to in paragraph (b) of Article (68 bis 1) of the CBB Law.</p> <p>EN-5: Amended to be in line with amendments to Article 129 of the CBB Law.</p>

PART B FOLDER		
CBB Authorisation Forms		
Form 3	Application for Approved Person Status	Added a question dealing family or business relationship that the applicant may have with any approved person of the licensee.