

Appendix 6

In this appendix underlining indicates new text and striking through indicates deleted text.



The DFSA Rulebook

Prudential – Investment, Insurance
Intermediation and Banking Module

(PIB)

1 APPLICATION, INTERPRETATION AND CATEGORISATION

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2 GENERAL REQUIREMENTS

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2.3 Reporting to the DFSA

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- 2.3.7** (1) An Authorised Firm must, subject to (2), (3), (4), (5), (6) and (7), prepare and submit returns in accordance with Tables 1 and 2 in section A2.4 of App2, which forms part of these Rules.
- (2) ~~An Authorised Firm operating as a Branch is not required to prepare and submit forms B10 to B70.~~
- (3) ~~A Domestic Firm is not required to prepare and submit form B90 and appendix 1 to B90.~~
- (4) ~~A Category 4 Authorised Firm is not required to prepare and submit the appendices to form B10.~~
- (5) ~~A Category 4 Authorised Firm operating as a Branch is not required to prepare and submit appendix 1 to form B90.~~
- (6) ~~An Islamic Financial Institution in Category 2, 3A, 3B, 3C or 4 must prepare and submit form B20 and its appendices (wherever applicable) and form B40 and is not required to prepare and submit form B30 or B10 and its appendices.~~
- (7) ~~An Authorised Firm in Category 3B or 3C is not required to prepare and submit form B70 and its appendix.~~
- (28) All returns must be completed in thousands of dollars (\$).
- (9) ~~An Authorised Firm in Categories 3B or 3C is not required to prepare and submit form B70 and its appendix.~~
- 2.3.8** (1) An Authorised Firm must submit to the DFSA any annual return required by Tables 1 and 2 in section A2.4 of App2, within four months of the end of the Authorised Firm's financial year.

- (2) An Authorised Firm must submit to the DFSA any other return required by Tables 1 and 2 in section A2.4 of App2, within one month after the end of the reporting period to which the return relates.

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10 SUPERVISORY REVIEW AND EVALUATION PROCESSES

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10.6 Imposition of an Individual Capital Requirement

- 10.6.1** (1) This section applies to an Authorised Firm in Category 1, 2, 3A or 5.
- (2) The DFSA may, subject to (3) and (4), at any time by written notice to an Authorised Firm:
- (a) impose an Individual Capital Requirement; or
 - (b) vary or withdraw an Individual Capital Requirement.
- (3) The DFSA may act under (2) on its own initiative where the DFSA forms the view that the firm's Capital Requirement is insufficient to address adequately all its risks.
- (4) The DFSA will, in addition to prescribing an Individual Capital Requirement, also specify in the notice the types and amounts of Capital Resources required to meet the Individual Capital Requirement.
- (5) The procedures in Schedule 3 to the Regulatory Law apply to a decision of the DFSA under (2) made after a Licence has been granted.
- (6) If the DFSA decides to exercise its power under (2) after a Licence has been granted, the Authorised Firm may refer the matter to the FMT for review.
- ~~(5) The DFSA may, subject to (6), only impose an Individual Capital Requirement or vary or withdraw an Individual Capital Requirement if it has given the relevant firm a suitable opportunity to make representations in person and in writing to the DFSA in relation to the proposed requirement.~~
- ~~(6) The requirement imposed on the DFSA under (4) will not apply:~~
- ~~(a) in relation to the imposition of an Individual Capital Requirement when a Licence is granted;~~

- ~~(b) where the relevant Person has requested the imposition of an Individual Capital Requirement; or~~
- ~~(c) where the DFSA concludes that any delay likely to arise as a result of such requirement is prejudicial to the interests of the DIFC.~~
- ~~(7) Where pursuant to (5)(c) the DFSA imposes, varies or withdraws an Individual Capital Requirement without providing a prior opportunity to make representations, the DFSA will:~~
 - ~~(a) provide the relevant firm an opportunity to make representations in person and in writing to the DFSA within the period of 14 days, or such further period as may be agreed, from the date on which such Individual Capital Requirement is imposed, varied or withdrawn; and~~
 - ~~(b) provide a response to any such submission, and make any consequential imposition, variation or withdrawal of the Individual Capital Requirement, without undue delay.~~
- ~~(8) The Regulatory Appeals Committee has jurisdiction to hear and determine any appeal in relation to a decision to impose, vary or withdraw an Individual Capital Requirement under this section.~~

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APP10 SUPERVISORY REVIEW AND EVALUATION PROCESSES

A10.3 Supervisory Review and Evaluation Process (SREP)

Guidance

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13. In relation to an Authorised Firm in Category 1, 2, 3A or 5, where the DFSA does not agree with the results of the firm's ICAAP results, the DFSA will involve the firm in a dialogue to reconcile any difference in view to arrive at a consensus estimate of the capital level required to address all risks identified either by the firm or by the DFSA in its SREP. Such an estimate will be specified by the DFSA as the Individual Capital Requirement for the firm. Where consensus is not possible the DFSA may impose an Individual Capital Requirement on a firm. ~~Such a decision by the DFSA is appealable to the Regulatory Appeals Committee.~~

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A2.4 Reporting to the DFSA

A2.4.1 In the following Tables 1 and 2, in the columns headed 'Frequency':

- (a) ~~the column headed 'Domestic Firm or Branch' the letter Q indicates whether that the relevant form must be prepared and submitted by a Domestic Firm or Branch on a quarterly basis;~~
the column headed 'Domestic Firm or Branch' the letter Q indicates whether that the relevant form must be prepared and submitted by a Domestic Firm or Branch on a quarterly basis;
- (b) ~~the column headed 'Authorised Firm Category' the letter A indicates which Category of Authorised Firm must prepare and submit that the relevant form must be prepared and submitted on an annual basis;~~
the column headed 'Authorised Firm Category' the letter A indicates which Category of Authorised Firm must prepare and submit that the relevant form must be prepared and submitted on an annual basis;
- (c) ~~the letters A and Q together the column headed 'Frequency' indicates whether that the relevant form must be prepared and submitted on both a quarterly and annual basis; and~~
the letters A and Q together the column headed 'Frequency' indicates whether that the relevant form must be prepared and submitted on both a quarterly and annual basis; and
- (d) ~~the letter B the column headed 'Semiannual consolidated reporting for Financial Groups' indicates which Category of Authorised Firm of a Financial Group must prepare and submit that the relevant form must be prepared and submitted on a semiannual six-monthly basis; and~~
the letter B the column headed 'Semiannual consolidated reporting for Financial Groups' indicates which Category of Authorised Firm of a Financial Group must prepare and submit that the relevant form must be prepared and submitted on a semiannual six-monthly basis; and
- (e) ~~the letters N/A indicate that the form is not applicable to the Category of Authorised Firm.~~

Guidance

Tables 1 and 2 are referred to in section 2.3, and forms part of the Rules.

Table 1 Authorised Firm Reporting Matrix based on Authorised Firm Category

Number	Name	Scope	Category 1 Authorised Firm	Category 2 Authorised Firm	Category 3A, 3B & 3C Authorised Firm	Category 4 Authorised Firm	Category 5 Authorised Firm
			Frequency	Frequency	Frequency	Frequency	Frequency
Form B10 & Appendices 1-4	Balance Sheet	Sole Consolidated	A/Q B	A/Q B	A/Q B	A/Q N/A	N/A N/A
Form B20 & Appendices 1-9	Balance Sheet – Islamic Financial Institutions	Sole Consolidated	N/A N/A	N/A N/A	N/A N/A	N/A N/A	A/Q B
Form B30	Income Statement	Sole Consolidated	A/Q B	A/Q B	A/Q B	A/Q N/A	N/A N/A
Form B40	Income Statement – Islamic Financial Institutions	Sole Consolidated	N/A N/A	N/A N/A	N/A N/A	N/A N/A	A/Q B
Form B50	Expenditure Based Capital Minimum	Sole	N/A	A/Q	A/Q	A/Q	N/A
Form B60	Capital Adequacy	Sole Consolidated	A/Q B	A/Q B	A/Q B	A/Q N/A	A/Q B



PRUDENTIAL – INVESTMENT, INSURANCE INTERMEDIATION AND BANKING (PIB)

Number	Name	Scope	Category 1 Authorised Firm	Category 2 Authorised Firm	Category 3A, 3B & 3C Authorised Firm	Category 4 Authorised Firm	Category 5 Authorised Firm
	Schedule						
Form B70 & Appendix 4	Large Exposures Schedule	Sole Consolidated	Q B	Q B	Q B	N/A N/A	Q B
Form B80	Liquidity Schedule— Maturity Mismatch	Sole Consolidated	Q	N/A	N/A	N/A	Q
Form B90 & Appendix 4	Branch Return	Sole	A/Q	A/Q	A/Q	A/Q	A/Q
Form B120	Geographical Distribution of Assets & Liabilities	Sole Consolidated	A/Q B	A/Q B	A/Q B	N/A N/A	A/Q B
Form B130	Provisions for Impairment	Sole Consolidated	A/Q B	N/A N/A	N/A N/A	N/A N/A	A/Q B
Form B140	Exposures in Arrears	Sole Consolidated	A/Q B	N/A N/A	N/A N/A	N/A N/A	A/ B

PRUDENTIAL – INVESTMENT, INSURANCE INTERMEDIATION AND BANKING (PIB)

<u>Form Number</u>	<u>Form Name</u>	<u>Domestic Firm or Branch</u>	<u>Authorised Firm Category</u>	<u>Frequency</u>	<u>Semiannual consolidated reporting for Financial Groups</u>
<u>B10A</u>	<u>Assets</u>	<u>Domestic Firm and Branch</u>	<u>Category 1, 2, 3A, 3B, 3C and 4</u>	<u>Quarterly and annually</u>	<u>Category 1, 2</u>
<u>B10B</u>	<u>OBS Exposures</u>	<u>Domestic Firm and Branch</u>	<u>Category 1, 2, 3A, 3B, 3C and 4</u>	<u>Quarterly and annually</u>	<u>Category 1, 2</u>
<u>B10C</u>	<u>Liabilities (Domestic)</u>	<u>Domestic Firm</u>	<u>Category 1, 2, 3A, 3B, 3C and 4</u>	<u>Quarterly and annually</u>	<u>Category 1, 2</u>
<u>B10D</u>	<u>Equity</u>	<u>Domestic Firm</u>	<u>Category 1, 2, 3A, 3B, 3C and 4</u>	<u>Quarterly and annually</u>	<u>Category 1, 2</u>
<u>B10E</u>	<u>Liabilities (Branch)</u>	<u>Branch</u>	<u>Category 1, 2, 3A, 3B, 3C and 4</u>	<u>Quarterly and annually</u>	<u>Not applicable</u>
<u>B20A</u>	<u>Assets</u>	<u>Domestic Firm and Branch</u>	<u>Category 5 only</u>	<u>Quarterly and annually</u>	<u>Category 5</u>
<u>B20B</u>	<u>OBS Exposures</u>	<u>Domestic Firm and Branch</u>	<u>Category 5 only</u>	<u>Quarterly and annually</u>	<u>Category 5</u>
<u>B20C</u>	<u>Liabilities (Domestic)</u>	<u>Domestic Firm</u>	<u>Category 5 only</u>	<u>Quarterly and annually</u>	<u>Category 5</u>
<u>B20D</u>	<u>Equity</u>	<u>Domestic Firm</u>	<u>Category 5 only</u>	<u>Quarterly and annually</u>	<u>Category 5</u>

PRUDENTIAL – INVESTMENT, INSURANCE INTERMEDIATION AND BANKING (PIB)

<u>Form Number</u>	<u>Form Name</u>	<u>Domestic Firm or Branch</u>	<u>Authorised Firm Category</u>	<u>Frequency</u>	<u>Semiannual consolidated reporting for Financial Groups</u>
				<u>annually</u>	
<u>B20E</u>	<u>Liabilities (Branch)</u>	<u>Branch</u>	<u>Category 5 only</u>	<u>Quarterly and annually</u>	<u>Not applicable</u>
<u>B20F</u>	<u>Analysis of Reserve Movement</u>	<u>Domestic Firm</u>	<u>Category 5 only</u>	<u>Quarterly and annually</u>	<u>Category 5</u>
<u>B30</u>	<u>Profit and Loss</u>	<u>Domestic Firm and Branch</u>	<u>Category 1, 2, 3A, 3B, 3C and 4</u>	<u>Quarterly and annually</u>	<u>Category 1, 2</u>
<u>B40</u>	<u>Income Statement - Islamic Financial Institutions</u>	<u>Domestic Firm and Branch</u>	<u>Category 5 only</u>	<u>Quarterly and annually</u>	<u>Category 5 only</u>
<u>B50</u>	<u>Expenditure Based Capital Minimum (ECBM)</u>	<u>Domestic Firm</u>	<u>Category 2, 3A, 3B, 3C and 4</u>	<u>Quarterly and annually</u>	<u>Not applicable</u>
<u>B60A</u>	<u>Credit Risk – Overview</u>	<u>Domestic Firm</u>	<u>Category 1, 2, 3A and 5</u>	<u>Quarterly and annually</u>	<u>Category 1, 2</u>
<u>B60A1</u>	<u>Credit Risk – Balance sheet Exposures</u>	<u>Domestic Firm</u>	<u>Category 1, 2, 3A and 5</u>	<u>Quarterly and annually</u>	<u>Category 1, 2</u>

PRUDENTIAL – INVESTMENT, INSURANCE INTERMEDIATION AND BANKING (PIB)

<u>Form Number</u>	<u>Form Name</u>	<u>Domestic Firm or Branch</u>	<u>Authorised Firm Category</u>	<u>Frequency</u>	<u>Semiannual consolidated reporting for Financial Groups</u>
<u>B60A2</u>	<u>Credit Risk – Counterparty Exposures</u>	<u>Domestic Firm</u>	<u>Category 1, 2, 3A and 5</u>	<u>Quarterly and annually</u>	<u>Category 1, 2, and 5</u>
<u>B60A3</u>	<u>Credit Risk - Securitisation</u>	<u>Domestic Firm</u>	<u>Category 1, 2, 3A and 5</u>	<u>Quarterly and annually</u>	<u>Category 1, 2, and 5</u>
<u>B60B</u>	<u>Market Risk – Overview</u>	<u>Domestic Firm</u>	<u>Category 1, 2, 3A and 5</u>	<u>Quarterly and annually</u>	<u>Category 1, 2, and 5</u>
<u>B60B1</u>	<u>Market Risk – Interest Rate Risk</u>	<u>Domestic Firm</u>	<u>Category 1, 2, 3A</u>	<u>Quarterly and annually</u>	<u>Category 1, 2</u>
<u>B60B2</u>	<u>Market Risk - Maturity Approach</u>	<u>Domestic Firm</u>	<u>Category 1, 2, 3A</u>	<u>Quarterly and annually</u>	<u>Category 1, 2</u>
<u>B60B3</u>	<u>Market Risk Duration Approach</u>	<u>Domestic Firm</u>	<u>Category 1, 2, 3A</u>	<u>Quarterly and annually</u>	<u>Category 1, 2</u>
<u>B60B4</u>	<u>Market Risk - Equity</u>	<u>Domestic Firm</u>	<u>Category 1, 2, 3A and 5</u>	<u>Quarterly and annually</u>	<u>Category 1, 2, and 5</u>
<u>B60B5</u>	<u>Market risk – Currency</u>	<u>Domestic Firm</u>	<u>Category 1, 2, 3A and 5</u>	<u>Quarterly and annually</u>	<u>Category 1, 2, and 5</u>

PRUDENTIAL – INVESTMENT, INSURANCE INTERMEDIATION AND BANKING (PIB)

<u>Form Number</u>	<u>Form Name</u>	<u>Domestic Firm or Branch</u>	<u>Authorised Firm Category</u>	<u>Frequency</u>	<u>Semiannual consolidated reporting for Financial Groups</u>
<u>B60B6</u>	<u>Market Risk Options and Commodities</u>	<u>Domestic Firm</u>	<u>Category 1, 2, 3A and 5</u>	<u>Quarterly and annually</u>	<u>Category 1, 2</u>
<u>B60B7</u>	<u>Market risk – VAR</u>	<u>Domestic Firm</u>	<u>Category 1, 2, 3A and 5</u>	<u>Quarterly and annually</u>	<u>Category 1, 2, and 5</u>
<u>B60C</u>	<u>Operational Risk</u>	<u>Domestic Firm</u>	<u>Category 1, 2, 3A, 3B and 5</u>	<u>Quarterly and annually</u>	<u>Category 1, 2 and 5</u>
<u>B60</u>	<u>Capital Resources calculation</u>	<u>Domestic Firm</u>	<u>All Categories</u>	<u>Quarterly and annually</u>	<u>Category 1, 2 and 5</u>
<u>B70</u>	<u>Large Exposure</u>	<u>Domestic Firm and Branch</u>	<u>Category 1, 2, 3A and 5</u>	<u>Quarterly only</u>	<u>Category 1, 2 and 5</u>
<u>B80</u>	<u>Liquidity</u>	<u>Domestic Firm and Branch</u>	<u>Category 1, 2 and 5</u>	<u>Quarterly only</u>	<u>Not applicable</u>
<u>B120</u>	<u>Interest Rate Risk in the Non-Trading Book</u>	<u>Domestic Firm and Branch</u>	<u>Category 1 and 2</u>	<u>Quarterly and annual</u>	<u>Category 1 and 2</u>
<u>B130</u>	<u>Credit Activity</u>	<u>Domestic Firm and Branch</u>	<u>Category 1, 2, 3A</u>	<u>Quarterly and</u>	<u>Not applicable</u>

PRUDENTIAL – INVESTMENT, INSURANCE INTERMEDIATION AND BANKING (PIB)

<u>Form Number</u>	<u>Form Name</u>	<u>Domestic Firm or Branch</u>	<u>Authorised Firm Category</u>	<u>Frequency</u>	<u>Semiannual consolidated reporting for Financial Groups</u>
		<u>Branch</u>	<u>and 5</u>	<u>annually</u>	
<u>B140</u>	<u>Arrears and Provisions</u>	<u>Domestic Firm and Branch</u>	<u>Category 1, 2, 3A and 5</u>	<u>Quarterly and annually</u>	<u>Category 1 and 5</u>
<u>B150</u>	<u>Loans Restructured</u>	<u>Domestic Firm and Branch</u>	<u>Category 1, 2 and 5</u>	<u>Quarterly and annually</u>	<u>Category 1 and 5</u>
<u>B160</u>	<u>Investment activity</u>	<u>Domestic Firm and Branch</u>	<u>Category 1, 2, 3A and 5</u>	<u>Quarterly and annually</u>	<u>Not applicable</u>
<u>B170</u>	<u>Investment Fair Value</u>	<u>Domestic Firm and Branch</u>	<u>Category 1, 2, 3A and 5</u>	<u>Quarterly and annually</u>	<u>Not applicable</u>
<u>B180</u>	<u>FX Exposure</u>	<u>Domestic Firm and Branch</u>	<u>Category 1, 2, 3A and 5</u>	<u>Quarterly and annually</u>	<u>Not applicable</u>
<u>B190</u>	<u>Funding Schedule</u>	<u>Domestic Firm and Branch</u>	<u>Category 1, 2 and 5</u>	<u>Quarterly and annually</u>	<u>Not applicable</u>
<u>B200</u>	<u>Funding concentration</u>	<u>Domestic Firm and Branch</u>	<u>Category 1, 2 and 5</u>	<u>Quarterly and annually</u>	<u>Not applicable</u>
<u>B210</u>	<u>Wealth</u>	<u>Domestic Firm and Branch</u>	<u>All Categories</u>	<u>Quarterly and annually</u>	<u>Not applicable</u>

PRUDENTIAL – INVESTMENT, INSURANCE INTERMEDIATION AND BANKING (PIB)

<u>Form Number</u>	<u>Form Name</u>	<u>Domestic Firm or Branch</u>	<u>Authorised Firm Category</u>	<u>Frequency</u>	<u>Semiannual consolidated reporting for Financial Groups</u>
	<u>Management</u>	<u>Branch</u>		<u>annually</u>	
<u>B220</u>	<u>Fund and Account Management Services</u> <u>Schedule of Custody and Asset Management</u>	<u>Domestic Firm and Branch</u>	<u>All Categories</u>	<u>Quarterly and annually</u> <u>Annual</u>	<u>Not applicable</u>
<u>B230</u>	<u>Dealing overview and personnel</u>	<u>Domestic Firm and Branch</u>	<u>All Categories</u>	<u>Quarterly and annually</u>	<u>Not applicable</u>
<u>B240</u>	<u>Dealing and Arranging</u>	<u>Domestic Firm and Branch</u>	<u>All Categories</u>	<u>Quarterly and annually</u>	<u>Not applicable</u>
<u>B250</u>	<u>Outward Remittance</u>	<u>Domestic Firm and Branch</u>	<u>Category 1 and 5</u>	<u>Quarterly and annual</u>	<u>Not applicable</u>
<u>B260</u>	<u>Inward Remittance</u>	<u>Domestic Firm and Branch</u>	<u>Category 1 and 5</u>	<u>Quarterly and annual</u>	<u>Not applicable</u>

PRUDENTIAL – INVESTMENT, INSURANCE INTERMEDIATION AND BANKING (PIB)

<u>Form Number</u>	<u>Form Name</u>	<u>Domestic Firm or Branch</u>	<u>Authorised Firm Category</u>	<u>Frequency</u>	<u>Semiannual consolidated reporting for Financial Groups</u>
<u>B270</u>	<u>Insurance Brokerage Form</u> <u>Schedule of Insurance monies</u>	<u>Domestic Firm and Branch</u>	<u>Any Category of Authorised Firm licensed as an Insurance Intermediary or Insurance Manager</u>	<u>Quarterly and annual</u> <u>Annual</u>	<u>Not applicable</u>
<u>B280</u>	<u>Staffing and Conduct</u>	<u>Domestic Firm and Branch</u>	<u>All Categories</u>	<u>Quarterly and annually</u>	<u>Not applicable</u>
<u>B290</u>	<u>Related party Schedule</u>	<u>Domestic Firm and Branch</u>	<u>All Categories</u>	<u>Quarterly and annually</u>	<u>Not applicable</u>

Table 2 – Reporting Matrix based on Authorised Firm Licensed Financial Service

Number	Name	Applicable to the Authorised Firms licensed to conduct the following Financial Services	Scope	Frequency
Form B150	Investment Activity Schedule	Dealing in Investments as Principal Providing Credit Accepting Deposits Managing a PSIA (Unrestricted)	Sole	A/Q
Form B160	Credit Activity Schedule	Providing Credit Dealing in Investments as Principal	Sole	A/Q
Form B170	Acceptance of Deposits Schedule	Accepting Deposits	Sole	A/Q
Form B180	Wealth Management Activity	Managing Assets Managing a PSIA (Restricted) Arranging Credit or Deals in Investments Advising on Financial Products or Credit	Sole	A/Q
Form B190	Asset Management, Custody and Trust Services	Managing Assets Managing a PSIA (Restricted) Providing Custody Arranging Custody Providing Trust Services Arranging Credit or Deals in Investments	Sole	A/Q

PRUDENTIAL – INVESTMENT, INSURANCE INTERMEDIATION AND BANKING (PIB)

Number	Name	Applicable to the Authorised Firms licensed to conduct the following Financial Services	Scope	Frequency
		Advising on Financial Products or Credit		
Form B200	Brokerage Activity	Dealing in Investments as Agent Dealing Investments as Principal (Matched Principal) Arranging Credit or Deals in Investments	Sole	A/Q
Form B210	Outward Remittances	Accepting Deposits Managing a PSIA (Unrestricted)	Sole	A/Q
Form B220	Inward Remittances	Accepting Deposits Managing a PSIA (Unrestricted)	Sole	A/Q
Form B230	Domestic Fund Activity	Managing a Collective Investment Fund	Sole	A/Q
Form B240	Balance Due from and Due to Head Office, Own Branches and Other Banks	Accepting Deposits Managing a PSIA (Unrestricted)	Sole	A/Q
Form B260	Acting as a Trustee of a Fund and Fund Administration Activity	Acting as the Trustee of a Fund Providing Fund Administration	Sole	A/Q
Form B270	Related Party transactions	Applicable to all the Authorised Firms	Sole	A/Q



PRUDENTIAL – INVESTMENT, INSURANCE INTERMEDIATION AND BANKING (PIB)
