

Appendix 4

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



The DFSA Rulebook

Prudential – Investment, Insurance
Intermediation and
Banking Module

(PIB)

3.6 Base Capital Requirement

3.6.1 This section applies to an Authorised Firm in any Category.

Guidance

1. The Base Capital Requirement is a component of the calculation of the Capital Requirement under sections 3.3, 3.4 and 3.5.
2. As the Base Capital Requirement in Rules 3.5.2 and 3.5.3 does not apply to an Authorised Firm that only manages Venture Capital Funds, this section also does not apply to such a firm.

3.6.2 The table below sets out the Base Capital Requirement for each Category of an Authorised Firm.

Category	Base Capital Requirement
Category 1	US \$10 million
Category 2	US \$2 million
Category 3A	US \$500,000
Category 3B	US \$4 million Except if the only Financial Service referred to in Rule 1.3.4 is Operating an Employee Money Purchase Scheme or Acting as the Administrator of an Employee Money Purchase Scheme, in which case the Base Capital Requirement is: US \$1 million <u>(a) US \$500,000 if it is the Operator; or</u> <u>(b) US \$1 million if it is the Administrator.</u>
Category 3C	US \$500,000 Except if the only Financial Service referred to in Rule 1.3.5(a) that the Authorised Firm is authorised to carry on is Managing a Collective Investment Fund in which case its Base Capital Requirement is: (a) US \$140,000 if it manages any Public Fund; or (b) US \$70,000 otherwise.
Category 3D	US \$200,000
Category 4	US \$ 10,000 Except if the Authorised Firm: (a) is authorised to Operate a Crowdfunding Platform and it holds Client Assets; or (b) provides Money Transmission, in which case its Base Capital Requirement is US \$140,000.
Category 5	US \$10 million

3.6.3 An Authorised Firm must have Common Equity Tier 1 Capital (CET1 Capital), as defined in section 3.13, of not less than its relevant Base Capital Requirement at the time that it obtains authorisation and at all times thereafter.