

Appendix 6

In this appendix underlining indicates new text.



The DFSA Rulebook

Glossary Module

(GLO)

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2 GLOSSARY

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A

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Defined Term	Definition
<u>Accepted Crypto Token</u>	A Crypto Token that the DFSA has approved under GEN section 3A.3.
<u>Algorithmic Token</u>	Has the meaning given in GEN Rule 3A.1.1.
<u>Asset Referenced Token</u>	Has the meaning given in GEN Rule A2.5.5.
ATS Traded Fund	A Collective Investment Fund, the Units of which are Security Tokens that are admitted to trading on an Alternative Trading System, but are not admitted to trading on an Authorised Market Institution or a Regulated Exchange.

C

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Defined Term	Definition
<u>Client Account</u>	(1) In relation to Client Money, an account specified in COB Rule A5.4.1; and (2) in relation to a Safe Custody Investment or <u>Safe Custody Crypto Token</u> , an account specified in COB Rule A6.4.2.

Defined Term	Definition
Client Assets	Client Money, and Client Investments <u>and Client Crypto Tokens.</u>
<u>Client Crypto Token</u>	Has the meaning given in COB Rule 6.13.1A.
<u>Crypto Token</u>	Has the meaning given in GEN Rule A2.5.1.
<u>Crypto Business</u>	<p>Means any one or more of the following Financial Services relating to Crypto Tokens:</p> <ul style="list-style-type: none"> (a) <u>Dealing in Investments as Principal;</u> (b) <u>Dealing in Investments as Agent;</u> (c) <u>Arranging Deals in Investments;</u> (d) <u>Managing Assets;</u> (e) <u>Advising on Financial Products;</u> (f) <u>Providing Custody;</u> (g) <u>Arranging Custody; or</u> (h) <u>Operating a Multilateral Trading Facility.</u>
<u>Crypto Token Derivative</u>	A Derivative that relates to one or more <u>Crypto Tokens.</u>

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Defined Term	Definition
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Defined Term	Definition
Digital Wallet	A software application or other tool which is used to control, safeguard or manage public and private cryptographic keys (or their equivalent) associated with Investment Tokens or <u>Crypto Tokens</u> .
Digital Wallet Service Provider	(1) <u>In relation to an Investment Token, has the meaning given in COB Rule 14.3.1(a); and</u> (2) <u>In relation to a Crypto Token, has the meaning given in COB Rule 15.5.1.</u>
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Direct Access Member	(1) In relation to an Alternative Trading System operated by an Authorised Firm, means a Person that the Authorised Firm admits as a member under COB Rule 9.3.1(1)(e). (2) In relation to a facility operated by an Authorised Market Institution, means a Person that the Authorised Market Institution admits as a Member under AMI Rule 5.7.2(1)(d).
Distributed Ledger Technology	A class of technologies that support the recording of encrypted data where the data: (a) is held on a distributed ledger; (b) is electronically accessible, from multiple locations, by a network of participants; and (c) can be updated by those participants, based on agreed consensus, protocol or procedures.
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DLT	Distributed Ledger Technology.

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E

Defined Term	Definition
<u>Excluded Token</u>	<u>Has the meaning given in GEN Rule A2.5.2.</u>

F

Defined Term	Definition
<u>Fiat Crypto Token</u>	<u>Has the meaning given in GEN Rule 3A.2.5 (3).</u>

I

Defined Term	Definition
Investment Business	The business of: (a) Dealing in Investments as Principal; (b) Dealing in Investments as Agent; (c) Arranging Deals in Investments; (d) Managing Assets; (e) Advising on Financial Products; (f) Managing a Collective Investment Fund; (g) Providing Custody; (h) Arranging Custody;

Defined Term	Definition
	<ul style="list-style-type: none"> (i) Managing a Profit Sharing Investment Account; (j) Operating an Alternative Trading System; (k) Acting as the Trustee of a Fund; or (l) Arranging Credit and Advising on Credit, <u>but not including Crypto Business.</u>
Investment Manager	<p>A Person who, acting only on behalf of a Client:</p> <ul style="list-style-type: none"> (a) manages Investments <u>or Crypto Tokens</u> in an account or portfolio on a discretionary basis under the terms of a discretionary management agreement; or (b) manages Investments <u>or Crypto Tokens</u> in an account or portfolio on a non-discretionary basis under the terms of a non-discretionary management agreement.
Investment Research	<p>A publication which contains:</p> <ul style="list-style-type: none"> (a) the results of research into Investments <u>or Crypto Tokens</u>; (b) analysis of factors likely to influence the future performance of Investments <u>or Crypto Tokens</u>; or (c) advice or recommendations based on those results or analysis.
Investment Token	Has the meaning given in GEN Rule A2.1.1(3).

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Defined Term	Definition
<u>MTF Operator</u>	<u>An Authorised Firm that is authorised under its Licence to operate a Multilateral Trading Facility.</u>
Multilateral Trading Facility	Pursuant to GEN Rule 2.22.1(a), a system which brings together multiple third party buying and selling interests in Investments <u>or Crypto Tokens</u> , in accordance with its non-discretionary rules, in a way that results in a contract in respect of such Investments <u>or Crypto Tokens</u> .

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Defined Term	Definition
<u>Non-Fungible Token (NFT)</u>	<u>Has the meaning given in GEN Rule A2.5.3.</u>

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Defined Term	Definition
<u>Offer to the Public</u>	<u>In relation to Crypto Tokens, means an Offer of Crypto Tokens to the Public.</u>
<u>Offer of Crypto Tokens to the Public</u>	<u>Has the meaning given in Article 12 of the Markets Law 2012.</u>
<u>Operating a Facility for Crypto Tokens</u>	<u>(1) In relation to an Authorised Market Institution, means carrying on one or more of the following activities:</u>

Defined Term	Definition
	<p>(a) <u>Operating an Exchange on which Crypto Tokens are traded;</u></p> <p>(b) <u>Operating a Clearing House on which Crypto Tokens are cleared; or</u></p> <p>(c) <u>Operating a Multilateral Trading Facility on which Crypto Tokens are traded.</u></p> <p>(2) <u>In relation to an Authorised Firm, means Operating a Multilateral Trading Facility on which Crypto Tokens are traded.</u></p>

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P

Defined Term	Definition
Personal Account Transaction	<p>A transaction undertaken by an Employee of an Authorised Firm in an <u>Investment</u> or <u>Crypto Token</u>, other than:</p> <p>(a) a transaction in a government and public Security;</p> <p>(b) a transaction in a life policy; or</p> <p>(a) a discretionary transaction if there is no prior communication with the Employee and the discretion is not exercised by the Authorised Firm.</p>
<u>Privacy Device</u>	<u>Has the meaning given in GEN Rule 3A.1.1.</u>
<u>Privacy Token</u>	<u>Has the meaning given in GEN Rule 3A.1.1.</u>

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Defined Term	Definition
<u>Safe Custody Crypto Token</u>	<u>Means a Client Crypto Token held or to be held for safekeeping by an Authorised Firm or Third Party Agent.</u>
Security Token	An Investment Token which is either: (a) a Security specified in GEN Rule A2.1.1(2)(b); or (b) an instrument specified in GEN Rule A2.1.1(2)(c) that confers rights and obligations that are substantially similar in nature to those conferred by a Security, or has a substantially similar purpose or effect to a Security.
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Defined Term	Definition
Third Party Digital Wallet Service Provider	(1) <u>In relation to an Investment Token, has the meaning given in COB Rule 14.3.1(b); and</u> (2) <u>In relation to a Crypto Token, has the meaning given in COB Rule 15.5.1.</u>
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Defined Term	Definition
Token	A cryptographically secured digital representation of value, rights or obligations, which may be issued, transferred and stored electronically, using DLT or other similar technology.

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Defined Term	Definition
<u>Utility Token</u>	<u>Has the meaning given in GEN Rule A2.5.4.</u>