

Defined Terms to be added to the Glossary of Volume 1 “Conventional Bank Licensees” – Part of developing Client Assets Module.

Client

For the purpose of “Client Assets” module for conventional bank licensees, “client” refers to a person (natural or corporate) or groups of persons who have a business relationship with the bank in the context of:

- (a) Dealing in financial instruments as agent;
- (b) Managing financial instruments;
- (c) Safeguarding financial instruments;
- (d) Operating a Collective Investment Undertaking; or
- (e) Arranging deals in financial instruments;

Custodian(s)

A custodian is a person mandated to hold and safeguard the financial instruments and other assets of a person, such as a collective investment undertaking (CIU).

Dematerialised safe custody financial instruments

Reference to dematerialised safe custody financial instruments refers to electronic holdings of securities. This is often seen in instances where “jumbo” certificates are issued, but individual tranches of the certificate are recorded only in an electronic fashion.

Designated Bank

A designated bank is one to which the client of the conventional bank licensee has consented in writing to hold his money. See Section CL-5.2.

Eligible Third Party

An eligible third party refers to:

- (a) An exchange;
- (b) A clearing house; or
- (c) An intermediate broker.