



EDBS/KH/C/46/2014
14th August 2014

The Chief Executive Officer
All Conventional Bank Licensees
Manama
Kingdom of Bahrain

Dear Sir,

Basel 3 – Final Rulebook Module CA

As you are aware, the Central Bank of Bahrain (CBB) issued a second consultation on Module CA in respect of Basel 3 Pillar One on 24th April 2014. As a result of the industry's suggestions and feedback during the consultation, there have been some changes to the consultation version of Module CA. The amended CA Module has been also forwarded to Bahrain Association of Banks (BAB) in July 2014 for their feedback. The changes incorporated in the feedback statements reflect the industry's suggestions as it was felt that those changes later raised by BAB had been considered as part of the industry's feedback and therefore no further changes were done to the CA Module.

As a result, the CBB is issuing today the final version of Module CA to come into effect in January 2015. The Module will be incorporated into Rulebook Volume-1 in January 2015 Rulebook updates.

The final CA Module shall be available on the CBB website (www.cbb.gov.bh) under the 'finalised consultations' section.

All material feedback comments on these consultation papers are being published on the CBB website under 'finalised consultations'.

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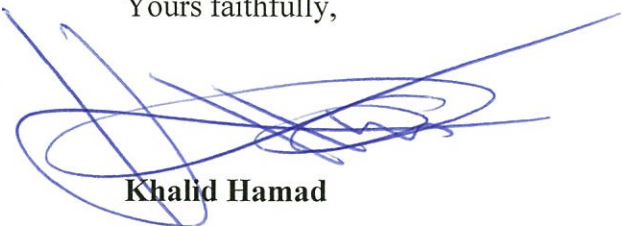
المدير التنفيذي للرقابة المصرفية

Executive Director - Banking Supervision

It should be emphasised that the changes to Module CA are in respect of Pillar One (Capital Adequacy) of IFSB15 and Basel 3. Other draft changes to Rulebook Modules will be sent out in due course in reference to Supervisory Review Process, Liquidity, Leverage Ratio and Public Disclosure along with any ancillary changes to other Rulebook Modules.

Thank you for your continued cooperation.

Yours faithfully,



Khalid Hamad

cc: All Bank Audit Firms
Bahrain Association of Banks