



EDBS/KH/C/14/2014  
6<sup>th</sup> March 2014

**Chief Executive Officer**

All Islamic Banks  
External Audit Firms  
Law Firms  
Manama  
Kingdom of Bahrain

Dear Sir,

**Consultation: Special Murabaha Financing Contracts**

In recognition of the unique features attached to special Murabaha financing contracts offered by Islamic banks in Bahrain, the Central Bank of Bahrain ('CBB') is issuing for consultation new rules specifically designed for these products.

The proposed rules define special Murabaha financing contracts as RIAs opened on a wakala basis for funding specific financing where the investor(s) (the mu'wakil) has agreed that he/she is bearing the entire risk of default. The proposed rules outline minimum terms and conditions that must be complied with when these contracts are offered.

The CBB requests all Islamic banks to provide their comments, including 'nil comments' on this proposed amendment by 20<sup>th</sup> April 2014. Please send your comments electronically to "[consultation@cbb.gov.bh](mailto:consultation@cbb.gov.bh)".

Yours faithfully,

  
**Khalid Hamad**