



# **External Stakeholder's Manual**

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## OVERVIEW

Current and prospective Supervised Financial Institutions (SFIs) of the Central Bank of The Bahamas (“the Central Bank”) are often required to make application to the Bank Supervision Department (BSD) of the Central Bank. In keeping with Central Bank’s commitment to achieving greater efficiency in how we interface with SFIs and applicants, we have compiled a comprehensive list of required documents for standard applications that require regulatory approval via the Bank Supervision Department. We commend this document to you as a way to ensure completeness and accuracy in the administration of the applications.

SFI’s of the Bank Supervision Department include Banks, Trust companies, Banks and Trust companies, Money Transmission Businesses and Agents, Credit Unions, Registered Representatives and Private Trust Companies (PTCs).

In our experience, most applications can be progressed within one to two weeks, *provided* that the supporting application materials are complete and accurate. In this regard, it is important to note that the respective timelines for the various applications commence only after BSD has received **all** outstanding documents and are in line with the established guidelines and regulations.

In circumstances where all outstanding documents are not submitted, the Central Bank reserves the right to hold the application in abeyance until all documents are received. Consideration will be given to the level of complexity of the application at hand. Levels of complexity will be classified as basic, medium and complex. The levels of complexity, the request type (application or notification) and the internal Unit responsible for processing each application are indicated in the tables below.

Failure of an applicant/SFI to submit the outstanding documents in reasonable time may result in the application being closed. The Central Bank will conduct a maximum of two follow-ups for missing and incomplete documents. Where no response is given within 14 days after the second follow-up, the application will be closed.

The Central Bank reserves the right to request additional documents/information for all applications, including the right to require meetings with applicants or other relevant persons. The Central Bank also reserves the discretion to amend the timeframe for the submission of documents/information, which would only apply under exceptional circumstances.

Effective 2<sup>nd</sup> July, 2018, the Central Bank discontinued the hand delivery and postage of physical documents to SFIs. All letters will be dispatched via email. In this regard, SFIs are required to ensure that any updates with respect to relevant email addresses are communicated to the Central Bank in a timely manner.

Note, however, that consideration will only be given in instances where the hard copy of a physical document is the **only** option, for example, the issuance of a licence document. Note also that where physical correspondence must be issued to SFIs, the Central Bank would arrange for the **collection** of such correspondence by those SFIs.



Where original documents are required to be submitted (documents such as Police Certificates, Character and Financial References, Notarized Confidential Statements), SFIs may submit scanned certified copies of same to the Bank Supervision Department's central mailbox to expedite the application process, however, every effort should be made to submit the original documents in the shortest period of time in order that the application may be considered complete. Such correspondence, in addition to all other correspondence may be submitted to the Bank Supervision Department's central mailbox [bsd@centralbankbahamas.com](mailto:bsd@centralbankbahamas.com) or physically delivered to the department at the Trimark Building, Market Street.

All new applications, financial and character references should be addressed to:

Ms. Karen Rolle  
Deputy Inspector  
Bank Supervision Department  
Central Bank of The Bahamas  
Market and Frederick Streets  
Nassau, Bahamas

Once the initial application is received and assigned to the respective BSD team, the application will be acknowledged by a BSD Officer with whom you will liaise with for submission of all subsequent documents, if required.

Our experience is that best practice is for applicants to submit all required documents for any matter in one complete package. This allows the Central Bank to efficiently assess the application's completeness which usually results in a more efficient turnaround time to reach a decision.

## **Special Notes:**

### ***Master Codes and Incoming Correspondence Numbers (ICNs)***

All licenced/registered SFIs are assigned a Master Code that is intended to be a unique identifier of the institution. The general Master Code syntax is three letters prefixing four numbers, with the prefix reflecting the SFI type, e.g., **LIC0000** (*licensed bank/trust*), **FCU0000** (*credit union*), **PTC0000** (*Private Trust Company*), **MTB0000** (*money transmission service provider*), **MTA0000** (*money transmission agent*).

All incoming correspondences are assigned Incoming Correspondence Numbers (ICNs), once received by the Central Bank's, Bank Supervision Department. ICNs are intended to help identify, track and consolidate correspondence(s) and related cases/applications received.

Master Codes and ICNs are referenced on letters and emails, dispatched by the Bank Supervision Department.



SFIs are required to reference the respective ICNs and Master Codes in responses to the Central Bank to increase the efficiency of administrative processes and avoid delays in the processing of applications and responses. Failure to submit documents with Master Codes and ICNs may result in a delayed response by the Central Bank or the rejection of the submitted documents.

### ***Approved Persons***

The largest approval category is Approved Persons. This manual's Glossary includes precise definitions of items such as the Curriculum Vitae and Character References. Applicants should take care to meet the requirements defined for these items in the Glossary.

### ***Police Certificates***

In cases where certain countries do not issue police certificates, the Central Bank may conduct enhanced due diligence with respect to such candidates. In most instances, the Central Bank will accept affidavits or other criminal background checks from countries that do not issue police certificates.

### ***Reversal of Approvals***

The Bank's approvals relevant to this document are granted on the basis that the information provided is accurate and complete. The Central Bank reserves the right to cancel or reverse any approval, if it is later discovered that there were material misstatements or omissions in the application information.

### ***Administrative Monetary Penalty Regime***

The Central Bank of The Bahamas ("the Central Bank") is responsible for the supervision of banks, trust companies, registered representatives, non-bank money transmission businesses and money transmission agents ("supervised financial institutions" or "SFIs") operating in and from within The Bahamas pursuant to the Banks and Trust Companies Regulation Act, 2000 ("BTCRA"), and the Central Bank of The Bahamas Act, 2000. Additionally, the Central Bank has the duty, in collaboration with its SFIs, to promote and maintain high standards of conduct and management in the provision of banking and trust services. Administrative Monetary Penalties are imposed primarily to promote high standards of regulatory conduct by deterring persons from committing contraventions and encouraging those who have committed contraventions to take appropriate remedial action. Further details regarding the AMP regime may be viewed at pages 51-57 of this document.

### ***Additional information and assistance***

If you have questions about completing or revising an application to the Bank Supervision Department, you may in the first instance contact the SFI's Relationship Officer via phone or email or submit an email to [BSD@centralbankbahamas.com](mailto:BSD@centralbankbahamas.com).



## GLOSSARY OF TERMS

TERM	DEFINITION
<b>Application</b>	Requests for approval or no objection made by an SFI, non SFI, Registrants and applicants.
<b>Application Fact Sheet</b>	Form that must be accompanied by all applications for the establishment of an SFI. Forms must be completed in its entirety to be considered acceptable by the Central Bank.
<b>Application Type</b>	Type of application being presented to CBOB for approval/no-objection.
<b>Approval In Principle</b>	Interim approval that is granted subject to receipt of document(s) or receipt of confirmation of a completed action(s), as advised by CBOB in the Approval in Principle Letter. This interim approval does not confer the right to function in the capacity of or to conduct the activity relative to which the application was made.
<b>Approved persons</b>	Positions requiring approval from the Central Bank. Directors, Senior Officials I & II, MLRO, Chairman of the Board, Treasurer of the Board, Managing Director/President/General Manager. (commit the bank and be guided by Annual Statement)
<b>Authorizations Unit (AAU)</b>	Unit responsible for processing applications as indicated.
<b>Board Resolution</b>	Evidence that a decision has been presented and passed by an SFI's Board of Directors or a non-SFI's shareholders (majority or as prescribed in the Memorandum and Articles of Association). CBOB will also accept extracts from the Board Resolution in the form of a duly certified Secretary's Certificate.
<b>Certified Copy</b>	A copy (often a photocopy) of a primary document that contains an endorsement or is accompanied by a certificate that it is a true copy of the primary document. It does not certify that the primary document is genuine, only that it is a true copy of the primary document. Documents may be certified by a Justice of the Peace or Notary Public and in the instance of educational and professional qualifications may be certified by the Supervised Financial Institution's Corporate Secretary or the registrar of the educational or professional institution.
<b>Character Reference</b>	A personal reference that attests to an applicant's or shareholder's character and integrity. The character reference must be dated within the past three months and speak to the individual's honesty, integrity and reputation as well as the competence and capability of the applicant for the proposed role. The referee must have known the referrer for a period of not less than five (5) years. The referee must be independent, without an interest in the acceptability of the reference and should not have a familial relationship to the applicant.
<b>Closed Application</b>	An application that was submitted but due to a requisite document(s) not being submitted within a specified time frame, the application is automatically denied. Should an SFI choose to re-submit, the SFI will be required to recommence the application process but may re-use any documents that are required and have not reached the relevant expiry dates.



<b>Confidential Statements</b>	All questions to Confidential Statements must be answered. That is, whether the response is yes, no, not applicable or warrants other responses. Confidential statements must also be initialed on each page (pages 1-5) and page 6 must be certified by a notary public or Justice of the Peace. The applicant must also provide his/her signature in the space provided at page 6. The confidential statements of all approved regulated functions should be reviewed and resubmitted to the Central Bank, every three (3) years. <a href="#">Link to Confidential Statement</a>
<b>Curriculum Vitae</b>	Comprehensive description of the background of an applicant. Details should include but are not limited to: a. previous management level or equivalent experience in the range of activities that may be conducted by the SFI/applicant; b. other management/administrative experience; c. special language skills (if appropriate to the SFI/applicant or its business); d. knowledge of pertinent Bahamian laws and supervisory and regulatory requirements; and e. other relevant skills and experience.
<b>Data &amp; AML Analytics Unit</b>	Unit responsible for supporting and enhancing the supervisory processes of BSD.
<b>Director</b>	Member of the board of directors of an SFI or applicant for a Licence made to the CBOB. Directors should exercise leadership, enterprise, integrity, independence and judgment in directing the affairs of the SFI. The Board of Directors is responsible for ensuring that an SFI possesses an adequate, effective, comprehensive and transparent process of corporate governance.  An individual may hold no more than four non-executive directorship positions in SFIs of the Central Bank. However, the Central Bank may make an exception where a SFI is a part of a banking group that comprises two or more SFIs, if the individual serves as a non-executive Director only for that banking group. Where an individual serves as a non-executive director for various entities within a banking group, comprising two or more SFIs, such appointment will be counted as one of the four permitted by the Central Bank.
<b>Domestic Financial Institutions Unit (DFIU)</b>	Unit within BSD responsible for processing applications as indicated for Domestic SFIs.
<b>Executive Officer</b>	An individual who has the capability to commit the SFI with respect to legal and/or financial transactions of an SFI which is supervised by the Central Bank or of an applicant for a Licence. Includes Chairman or Deputy Chairman of the board of directors, President, Managing Director, Vice President, General Manager, Secretary and Treasurer.
<b>External Manual</b>	Detailed document developed by the Bank Supervision Department for external stakeholders that outlines various applications, references, relevant legislation and guidelines to provide guidance on the administration and submission of applications.



<b>Final Approval</b>	The granting of approval further to the condition(s) which is/ are specified in the Approval in Principle Letter having being met. This approval confers the right to function in the capacity of or to conduct relative to which the application was made. Final Approval may also be granted outright when Approval-In-Principle is not warranted.
<b>Financial Reference</b>	A reference prepared by an institution in the applicant's jurisdiction that confirms that financial obligations are being met in a satisfactory manner. References should be provided by a financial institution licensed to conduct banking or trust business in The Bahamas or in another jurisdiction which conducts supervision in accordance with the Basel Core Principles for Effective Banking Supervision. References should provide a description of the nature and conduct of the financial relationship. The financial relationship must have been in existence for at least three years.
<b>Held in Abeyance</b>	The decision to place an application in a dormant state in which it will not be reviewed or assessed/continued to be assessed until receipt of requested document(s) or receipt of confirmation that a condition or conditions are met.
<b>INED</b>	INEDs (Independent Non-Executive Directors) are expected to provide checks and balances to ensure that SFIs operate in a safe and sound manner, and that the interests of the institution are protected despite any conflicts of interest affecting other board members.
<b>International Firms Units (IFU)</b>	Unit within BSD responsible for processing applications as indicated for International SFIs.
<b>Legal References</b>	Associated legislation, policies or other guidelines.
<b>Money Laundering Reporting Officer</b>	Individual responsible for ensuring that the SFI is in full compliance with any laws and regulations of The Bahamas relevant to money laundering, terrorist financing, or proliferation financing. The MLRO must have direct, unrestricted access to the Board and/or Group Compliance or management, via the audit committee or other suitable committee of the Board of Directors, at least on an annual basis.
<b>Net Worth Statement</b>	Financial details/position of an applicant that is certified/ verified by a Certified Public Accountant, Chartered Accountant, or equivalently qualified professional accountant. The CPA/CA must provide evidence that their qualification is in good standing.
<b>Non-bank/Non-SFI</b>	An institution that is not licensed, registered and regulated by the Central Bank of The Bahamas.
<b>Nominee Shares</b>	Shares in an SFI held on behalf of an individual or company via a custodial agreement.
<b>Notarized</b>	Certification by a Justice of the Peace or Notary Public.
<b>Original</b>	Document in original form.
<b>Police Certificate</b>	An official document issued in the applicant's jurisdiction where the individual resided within the past six (6) months. The document should confirm that a background check was conducted by the police or government agency in the jurisdiction to enumerate any criminal records that the applicant may have.



<b>Policy Unit</b>	Unit responsible for establishing, developing and amending guidelines and regulations applicable to BSD.
<b>Regulated Function</b>	Position regulated by CBOB. (Approved Person) <i>The regulated functions for branches only include Senior Officials I and II and MLRO.</i>
<b>Relationship Officer</b>	Primary individual responsible for processing an application.
<b>Satisfactory to the Governor/Central Bank/Bank Supervision Department</b>	In line with prescribed regulations and guidelines.
<b>Senior Official I</b>	The Chief Executive Officer of a SFI or applicant who is designated by the CBOB as the primary contact relative to the institution/entity's responsibilities and conducting of the regulated/proposed regulated activities and primary contact for correspondence purposes.
<b>Senior Official II</b>	A senior level executive who normally holds the second highest senior position in the SFI or applicant entity which the CBOB designates as the second primary contact relative to the institution/entity's responsibilities and conducting of the regulated/proposed regulated activities and second most senior contact for correspondence purposes.
<b>Shareholder</b>	Owning shares in an entity.
<b>Significant Shareholder</b>	Owning, holding or exercising voting control of 5% or more of the share capital of a SFI or a Licence applicant.
<b>Supervised Financial Institution (SFI)</b>	All institutions licensed, registered and regulated by the Central Bank of The Bahamas.
<b>Supporting Documents</b>	Documents required or requested in order to review and process an application.
<b>Time Frame</b>	Turnaround time for completion of application which is initiated upon satisfactory receipt of all required/requested documents.
<b>Waiver</b>	Formal communication granting exemption from a particular piece of legislation/policy/guideline.



**APPLICATIONS/NOTIFICATIONS**

**New Licence Application: Banks and/or Trust Companies**

<b>Description</b>	Applicants should submit formal application to the Central Bank via email [BSD@centralbankbahamas.com] along with the required documentation attached. "New Licence Application: Banks and/or Trust Companies" should be used in the subject.	
	<b>Type of Request:</b> Application	<b>Processing Unit:</b> AAU
	<b>Level of Complexity:</b> Complex	<b>Processing Time:</b> 6 to 8 weeks

**REQUIRED DOCUMENTATION FOR A CORPORATE APPLICANT**

**Subsidiaries & Stand Alones**

- Letter requesting the establishment of a bank and/or trust company
- Completed Licence Application Factsheet
- Name of corporate applicant
- Proposed corporate name (if subsidiary bank or trust company)
- Purpose of the proposed usage of the restricted words - short explanation of the scope of activities being proposed.
- Description of the planned business activities in The Bahamas
- A description of the applicant, its history, details of all business and other activity and current structure and organization
- Annual Reports (including audited consolidated financial statements) of the corporate applicant or parent for the three consecutive financial years immediately preceding the date of application. In the event that the Audited Financial Statements are stale or unavailable, the use of the Unaudited Consolidated Financial Statements are permissible.
- A list of and background information on all direct or indirect shareholders who represent individually or as a group 5% or more of the voting rights and/or shares of the applicant at the time of application whether or not the shares of the applicant are publicly traded
- Copy of the Act, Charter, Certificate of Incorporation and Memorandum and Articles of Association of the applicant, as may be appropriate, verified by statutory declaration made by a director or the secretary duly authenticated under public seal of the jurisdiction in which the applicant has been incorporated
- Organizational chart showing the structure of the direct and indirect shareholdings of the applicant, analysed according to holdings of voting rights and/or shares
- Particulars concerning the compositions of the direct and/or indirect structure of the ownership of the corporate entity
- Particulars concerning the composition and organisation of proposed board of directors and senior management and background information for each proposed director or senior member of management
- Organizational chart detailing reporting lines and responsibilities
- Particulars regarding internal organization including but not limited to staffing, logistics and information technology and management information systems
- Details regarding arrangements for internal audit including but not limited to reporting lines and scope of the function
- Details regarding a compliance programme, including but not limited to procedures relating to know-your-customer and anti- money laundering requirements
- Copies of internal policies (e.g. credit, liquidity etc.) and guidelines



- A business plan for the first three years of operation
- Name and address of external auditors and confirmation from the external auditors that the minimum capital requirements have been met
- A corporate applicant which is a bank or trust company not licenced in The Bahamas is required to provide written confirmation by the relevant home country supervisory authority that the requirements prescribed by Section 4 (4) b-f of the BTCRA have been or will be met, as the case may be.

### **Branches**

- Letter requesting the establishment of a bank and/or trust company
- Licence Application Factsheet
- Description of the planned business activities in The Bahamas
- A description of the applicant, its history, details of all business and other activity and current structure and organization
- A list of and background information on all direct or indirect shareholders who represent individually or as a group 5% or more of the voting rights and/or shares of the applicant at the time of application whether or not the shares of the applicant are publicly traded
- Copy of the Act, Charter, Certificate of Incorporation and Memorandum and Articles of Association of the applicant, as may be appropriate, verified by statutory declaration made by a director or the secretary duly authenticated under public seal of the jurisdiction in which the applicant has been incorporated
- Organizational chart showing the structure of the direct and indirect shareholdings of the applicant, analysed according to holdings of voting rights and/or shares
- Annual Reports (including audited consolidated financial statements) of the corporate applicant or parent for the three consecutive financial years immediately preceding the date of application. In the event that the Audited Financial Statements are stale or unavailable, the use of the Unaudited Consolidated Financial Statements are permissible.
- Particulars concerning the composition and organisation of proposed board of directors and senior management and background information for each senior member of management, particularly for the Senior Official I and II and MLRO (no due diligence documents are required for Board of Directors of branches)
- Particulars concerning the compositions of the direct and/or indirect structure of the ownership of the corporate entity
- Particulars regarding internal organization including but not limited to staffing, logistics and information technology and management information systems
- A business plan for the first three years of operation
- Details regarding a compliance programme, including but not limited to procedures relating to know-your-customer and anti- money laundering requirements
- Name and address of external auditors
- Confirmation from the home country supervisory authority whether approval or no-objection is required

### **REQUIRED DOCUMENTATION – GROUP OF INDIVIDUALS**

#### **Subsidiaries & Stand Alones**

- Letter requesting the establishment of a bank and/or bank or trust
- Licence Application Factsheet
- Name and business and personal address of each individual applicant including mailing address of each individual making application
- Proposed corporate name of the bank or trust company



- Address of the proposed entity in The Bahamas
- Purpose of opening the bank or trust
- A description of planned business activities
- Where the application is made by a group of individuals acting together (1) the date of formation, description of the history, details of the business activity, and current structure and organization of the applicant group and (2) a description of any dominant individuals in the group, including comments on their position within the group and those representing any outside beneficial interests
- Group applicants must also provide a current statement of assets and liabilities certified by a public accountant and prepared no earlier than three months prior to the date of application for each member of the group who is to acquire, own, hold or exercise voting control of share capital in excess of 10% of the share in the proposed SFI (As Applicable)
- Group applicants must also provide a concise net worth statement certified by a public accountant for each member of the group who is to acquire, own, hold or exercise voting control of share capital in a proposed SFI of 10% or less, and which statement indicates the individual member's net worth is at least five (5) times the value of shares to which the individual member is subscribing (As Applicable)
- Details of the proposed shareholding of each individual shareholder of the proposed SFI and background information\* for each individual
- Particulars concerning the composition and organisation of proposed board of directors and senior management and background information\* for each proposed director or senior member of management
- Organizational chart detailing reporting lines and responsibilities
- Particulars regarding internal organization including but not limited to staffing, logistics and information technology and management information systems (As Applicable)
- Details regarding arrangements for internal audit including but not limited to reporting lines and scope of the function
- Details regarding a compliance programmer, including but not limited to procedures relating to know-you-customer and anti-money laundering requirements
- Copies of internal policies (e.g. credit, liquidity etc.) and guidelines
- A business plan for the first three years of operation
- Name and address of external auditors and confirmation from the external auditors that the minimum capital requirements have been met.

#### Special Notes

- The Central Bank will no longer be issuing restricted bank licences.
- Pursuant to paragraph 1(2) of the Licence Application Regulations. The Licence Application Regulations do not afford the Central Bank the discretion to allow less than five persons to apply for a licence. With regard to restricted trust licences, the Licence Application Guidelines state that "...a restricted bank and/or trust company is one which is allowed to carry on business for certain specified persons which are usually named in the licence." In practice however, and as a matter of policy, the Bank grants restricted licences to facilitate family owned trust business - with the specified persons being related parties - and the number of trusts being limited to five. As a matter of policy, the Bank will not grant a restricted trust licence for the administration of a portfolio of unrelated trusts.
- Following consultations with industry representatives, the Bank advises that, pursuant to Regulation 4 of the Banks and Trust Companies (Licence Application) Regulations, 2002, as amended by the Banks and Trust Companies (Licence Application) Regulations, 2008 (S.I. No. 31 of 2008), the "group applicant requirement" is hereby waived for applicants seeking a restricted bank and/or trust company licence, provided that the licence is restricted to conducting business with or seeking/accepting deposits from



	<p>the primary shareholder(s) and his/her or their “immediate family members”. The “immediate family members” are limited to the spouse and/or children of the primary shareholder(s).</p> <ul style="list-style-type: none"> <li>• In the case of new applications for restricted banks and or trusts or requests for amendments to existing Addendums to the Licence, the Central Bank will no longer issue Addendums to the licence, instead the licence will state the restriction</li> <li>• The reservation of a company name is only required for entities which intend to use “restricted words” e.g. bank, trust, trust company, trust corporation, savings or savings and loan or any of their derivatives either in English or in any other language, in their description or title.</li> <li>• SFIs can be designated as Authorized Agents - Authorized Agents are trust companies, but may be granted licences as Bank &amp; Trust SFIs as they perform incidental banking for their predominated book of fiduciary clients. They are authorized to conduct trust business with residents [pension funds and Bahamians that have foreign currency investments] and non-residents [offshore clients dealing in foreign currency investments]. There are firewalls between the two books of business.</li> <li>• SFIs can also be designated as Authorized Dealers – Authorized Dealers are banks – commercial banks conducting business in B\$ with residents. They facilitate the payment system in The Bahamas in the domestic banking market. They are allowed to conduct banking business with residents and non-residents. There are firewalls between the resident book of business and the foreign currency book of business. They are not allowed to use one to finance business in the other. These banks may be granted a bank &amp; trust licence as they do carry out incidental trust activities for their clients, with the necessary safeguards.</li> <li>• All licence applicants must receive an exchange control designation to determine their status regarding the restrictions/requirements for currency dealings pursuant to the Exchange Control Regulations. A separate application for exchange control designation is not required. However, the intended exchange control status must be clearly stated in application.</li> <li>• An International Business Company (IBC) can have one (1) shareholder. Regular companies, incorporated under the Companies Act must have at least two shareholders, one of whom may be a nominee shareholder.</li> <li>• A fee invoice will not be issued in cases where the original appointment or licence to which such fee relates was made or granted on or after the first day of September in any given year.</li> </ul>
<p><b>Relevant Legislation, Policies &amp; References</b></p>	<ul style="list-style-type: none"> <li>▪ <a href="#">General Information and Guidelines for Licence Applications:</a></li> <li>▪ <a href="#">Banks &amp; Trust Companies Regulation Act</a></li> <li>▪ <a href="#">Banks and Trust Companies Regulation (Amendment) Act, 2015</a></li> <li>▪ <a href="#">Exchange Control Regulations</a></li> <li>▪ <a href="#">Guidelines for the Minimum Physical Presence Requirements For Banks and Trust Companies</a></li> <li>▪ <a href="#">Guidelines for Assessing the Fitness and Propriety of Applicants for Regulated Functions</a></li> <li>▪ <a href="#">Guidelines for the Minimum Standards of Character and Financial References:</a></li> <li>▪ <a href="#">Corporate Governance Guidelines (Revised May 2013)</a></li> <li>▪ <a href="#">Confidential Statement Form</a></li> <li>▪ <a href="#">Guidelines for Assessing The Fitness &amp; Propriety Of Money Laundering Reporting Officers</a></li> <li>▪ <a href="#">Guidelines On Minimum Standards For the Outsourcing of Material Functions</a></li> <li>▪ <a href="#">Guidelines on the Relationship Between External Auditors of SFIs and the Central Bank</a></li> <li>▪ <a href="#">The Relationship Between External Auditors of Licensees and the Central Bank</a></li> </ul>



- [Guidelines for Licensees on the Prevention of Money Laundering and Countering the Financing of Terrorism](#)
- [Group Structures of Licensees](#)
- [Banks and Trust Companies \(Restrictions on Use of Banking Names and Descriptions\) Regulations, 2002](#)
- [Guidance Note on Section \(7\) of the BTCRA](#)
- [Banks and Trust Companies \(Licence Application\) \(Amendment\) Regulations, 2008](#)

## New Licence Application: Non-Bank Money Service Provider

**Description**

Applicants should submit formal application to the Central Bank via email [BSD@centralbankbahamas.com] along with the required documentation attached. “New Licence Application: Non-Bank Money Service Provider” should be used in the subject.

**Type of Request:** Application

**Processing Unit:** AAU

**Level of Complexity:** Complex

**Processing Time:** 6 to 8 weeks

### REQUIRED DOCUMENTATION

**General Information:**

- Name of Corporate Applicant;
- Address of head office of the corporate applicant including mailing address;
- The proposed name of the money transmission business;
- Address of the proposed office in The Bahamas;
- Business rationale;
- Purpose of opening the money transmission business;
- A description of planned activities in The Bahamas;
  - i. History, activity, present structure and organisation of the applicant;
  - ii. Annual reports (including audited consolidated financial statements) of the applicant for the three consecutive financial years immediately preceding the date of the application;
  - iii. Unaudited consolidated financial statements of the applicant as at the end of the most recent quarter prior to submission of the application, certified by a director or senior officer;
  - iv. One reference, in original form, from a financial institution satisfactory to the Governor;
- Particulars concerning the proposed composition of the direct and/or indirect ownership structure of the proposed SFI, including an organizational chart showing the structure of the direct and/or indirect shareholdings analysed according to holdings of voting rights and/or shares.
- Latest Annual Statement (Registrar General Stamped and dated) reflecting the directors, officers and shareholders.
- Certificate of Incumbency reflecting the Directors, Officers and Shareholders of the company certified by the Company Secretary.

**Proposed Board of Directors and Management and Shareholders:**

- a. Particulars concerning the composition and organisation of the proposed board of directors and management.
- b. For each proposed director or member of management, as the case may be, the following information is required:
  - Full name, date of birth, nationality and domicile



- Copy of valid passport;
- Curriculum vitae, incorporating, personal data, educational background, professional education and training, a list of previous professional activities and scope of responsibilities, including details of the level and number of subordinates managed;
- Two original character references satisfactory to the Governor;
- One original Financial Reference satisfactory to the Governor.
- Police Certificate issued within the past 6 months or alternatively a sworn affidavit if a police certificate is not available a jurisdiction.

**Business Rules and Internal Organization:**

- a) Organizational chart detailing reporting lines and responsibilities;
- b) Particulars regarding internal organisation including but not limited to staffing, logistics and information technology and management information systems;
- c) Details regarding arrangements for internal audit including but not limited to reporting lines and scope of the function;
- d) Compliance program, including but not limited to procedures relating to know-your-customer and anti-money laundering requirements.

**Business Plan:**

Applicants are required to provide, in relation to the proposed SFI, a business plan for the first three years of operation. The plan must include but need not be limited to details of the following –

- a) Development of business activities, and customer base;
- b) Projected budgets (capital and current), covering the same time frame, including balance sheet and income statement;
- c) Appropriate arrangements for the maintenance of records in The Bahamas; and arrangements for premises.

**Source of Capital Funding:**

Applicants are required to provide full details, to the satisfaction of the Governor, of the source of funds to comprise the initial capital of the money transmission service provider.

**Statutory Auditors:**

Applicants are required to provide –

- a) the name and address of the auditor(s) of the proposed SFI; and where appropriate, details of arrangements for review of the operation of the branches and agents.

**Documentation for Exchange Control Approval:**

- a) a written outline of the complete flow of funds to all parties to the proposal, including the local and foreign commercial bank through which the applicant will operate foreign currency accounts and any charges so connected;
- b) a written confirmation from the local commercial bank confirming that the bank has no objection to the account being operated to facilitate money transfer business;
- c) a copy of the draft agreement between the foreign service provider and local applicant;
- d) background information on the foreign service provider including evidence from the foreign service provider that it is licenced by the relevant supervisory/regulatory body in the country in which it is domiciled (e.g. a certificate of good standing); and projection of the anticipated foreign exchange requirement over the first quarter post launch of operations.





- iv. One financial reference in original form from a bank or trust company licensed under the Banks and Trust Companies Regulation Act 2000 [or licensed in a country specified in the First Schedule to the Financial Transactions Reporting Act]; and
  - v. A police or other certificate in original form, satisfactory to the Governor, confirming that the person has not been convicted of a serious crime or any offence involving dishonesty.
- **Where the agent is a company the following is required:**
    - i. Certified copy of the Certificate of Incorporation and Memorandum and Articles of Association of the applicant, as may be appropriate;
    - ii. Certificate of good standing;
    - iii. A list of all direct or indirect shareholders and directors of the applicant and all due diligence documents on behalf of each shareholder and director; and
    - iv. Due diligence documents (certified Passport copy, two character references, 1 financial reference, Curriculum Vitae, police certificate) on behalf of all shareholders.

**Relevant  
Legislation,  
Policies &  
References**

- [General Information and Application Guidelines for Non-Bank Money Transmission Service Providers and Non-Bank Money Transmission Agents \(as amended March 22, 2012\)](#)
- [Banks and Trust Companies \(Money Transmission Business\) Regulations, 2008](#)
- [Bank and Trust Companies \(Money Transmission Business\) \(Amendment\) Regulations, 2011](#)
- [Guidelines for Assessing the Fitness and Propriety of Applicants for Regulated Functions](#)
- [Guidelines for the Minimum Standards for Character and Financial Reference Letters](#)



## Registration of a Credit Union

**Description**

Applicants should submit formal application to the Central Bank via email [BSD@centralbankbahamas.com] along with the required documentation attached. "Application to Register a Credit Union" should be used in the subject.

**Type of Request:** Application

**Processing Unit:** AAU

**Level of Complexity:** Complex

**Processing Time:** 4 to 6 weeks

### REQUIRED DOCUMENTATION

- Application Fact Sheet
- Listing of the proposed members of the co-operative credit union which shall comprise at least one hundred members.
- Written application signed by at least thirty (30) persons who desire to be members of a co-operative credit union who satisfy the requirements for membership under the Act
- Proposed name of the co-operative credit union
- Two copies of the Credit Unions' Draft Uniform Bye-Laws
- The aggregate value of all initial shares
- A business plan for the first three years of operation providing a detailed explanation of actions which the co-operative credit union intends to accomplish and the primary functions of the co-operative credit union
- The name and address of, and the number of non-withdrawable qualifying shares subscribed by, each organizer
- The number of Directors constituting the initial Board and the name and address of each person who will serve as a Director until the first annual meeting
- A Declaration that the co-operative credit union's term of existence is perpetual
- Street address of the co-operative credit union's principal place of business
- The defining bond of association shared by the members of the co-operative credit union at the time of registration
- Proof of payment of the application fee of \$50.00
- A Declaration of the co-operative credit union's fiscal year

**Special Notes**

**Directors**

- The Central Bank does not approve Directors of Credit Unions however, the proposed Director(s) must be legally allowed to assume such a post
- A person is not eligible to be a Director if he is an employee of the Credit Union, the Apex Body, the Central Bank or the Compliance Commission [Section 50 (d)]

**Committees**

- The Credit Committee should consist of no less than three (3) and no more than five (5) members, none may be a member of the Supervisory Committee or an officer of the Credit Union [Section 73(1)(a) and (4)]
- The Supervisory Committee should be elected at the Annual General meeting and should consist of a minimum of three (3) and a maximum of five (5) members none of whom should be a member of the Board, the Credit Committee, the nomination committee, or an officer of the Credit Union [Section 79(2)(3) and (4)]



	<p><b>General</b></p> <ul style="list-style-type: none"> <li>Members of a credit union are required to be at least 15 years and older [Section 9 (1) (a) of the Act, <i>ibid</i>]</li> <li>The word “limited” must be the last word in the name of the proposed co-operative credit union to be registered with limited liability [Section 9 (1) (d) of the Act, <i>ibid</i>]</li> <li>Even though the Senior Officers of a credit union are not vetted and approved by the Central Bank they must still be deemed fit and proper persons by the Central Bank [Section 9 (1) (i) of the Act, <i>ibid</i>]</li> <li>The proposed name of the credit union must not be identical with that of another credit union or which nearly resembles the name of another credit union [Section 9 (1) (e) of the Act, <i>ibid</i>]</li> </ul>
<p><b>Relevant Legislation, Policies &amp; References</b></p>	<ul style="list-style-type: none"> <li><a href="#">The Bahamas Co-Operative Credit Unions Act, 2015</a></li> <li><a href="#">Bahamas Co-Operative Credit Unions Regulations, 2015</a></li> <li><a href="#">The Central Bank’s Uniform Bye-Laws for Credit Unions Operating in The Bahamas</a></li> </ul>

## Registration of a Registered Representative

<p><b>Description</b></p>	<p>Applicants should submit formal application to the Central Bank via email [BSD@centralbankbahamas.com] along with the required documentation attached. “Registration of A Registered Representative” should be used in the subject.</p> <table style="width: 100%; border: none;"> <tr> <td style="width: 50%; border: none;"><b>Type of Request:</b> Application</td> <td style="width: 50%; border: none;"><b>Processing Unit:</b> AAU</td> </tr> <tr> <td style="border: none;"><b>Level of Complexity:</b> Complex (for Non-Central Bank SFIs) Basic (for Central Bank SFIs)</td> <td style="border: none;"><b>Processing Time:</b> 4 to 6 weeks 7 to 10 days</td> </tr> </table>	<b>Type of Request:</b> Application	<b>Processing Unit:</b> AAU	<b>Level of Complexity:</b> Complex (for Non-Central Bank SFIs) Basic (for Central Bank SFIs)	<b>Processing Time:</b> 4 to 6 weeks 7 to 10 days
<b>Type of Request:</b> Application	<b>Processing Unit:</b> AAU				
<b>Level of Complexity:</b> Complex (for Non-Central Bank SFIs) Basic (for Central Bank SFIs)	<b>Processing Time:</b> 4 to 6 weeks 7 to 10 days				

### REQUIRED DOCUMENTATION

**Corporate Applicant (Non-Central Bank SFI):**

- Completion of Application Fact Sheet (Appendix II – General Information and Application Guidelines for Private Trust Companies and their Registered Representatives);
- Certificate of Incorporation as a regular company under the Companies Act, 1992;
- Certified copies of the applicant’s Memorandum and Articles of Association;
- Names, addresses, telephone and fax numbers of its shareholders, directors and senior officers and its registered office in The Bahamas;
- A certified copy of the applicant’s current Financial and Corporate Service Providers licence;
- One bank and two character references in original form from sources satisfactory to the Governor;
- A police certificate and copies of the first four pages of passport – which must include the page with photo identification (with respect to the shareholders, directors and senior officers of the applicant) and a fully completed, signed and notarized confidential statement for the directors and senior officers of the applicant;
- History, activity, present structure and organization of the company;
- Evidence, such as the Governor may require, of the nature and sufficiency of the financial resources of the applicant which are to be used to fund the business of acting as a Registered Representative; and
- Such other particulars as the Bank may require.



**Central Bank SFI:**

- Notification in writing of the intention to provide the services of a Registered Representative prior to engaging in such activity; and
- Submission of the name of two senior contacts overseeing this line of business, with whom the Central Bank liaise in respect of the administrative, filing and verification of identity requirements at sections VII and VIII of the General Information and Application Guidelines for Private Trust Companies and their Registered Representatives.

**Relevant Legislation, Policies & References**

- [Sections 3\(2\),3\(3\) of the Banks and Trust Companies Regulation Act, 2000](#)
- [BTCRA \(Amendment\) Act, 2010](#)
- [Banks and Trust Companies Regulation \(Amendment\) Act, 2015](#)
- [Sections 6 of the Banks and Trust Companies \(Private Trust Companies\) Regulations, 2007.](#)
- [Banks and Trust Companies \(Private Trust Companies\) \(Amendment\) Regulations, 2012](#)
- [Banks and Trust Companies \(Private Trust Companies\) \(Amendment\) Regulations, 2014](#)
- [General Information and Application Guidelines for Private Trust Companies & Registered Representatives](#)

## Registration of a Private Trust Company

**Description**

Applicants should submit formal application to the Central Bank via email [BSD@centralbankbahamas.com] along with the required documentation attached. "Registration of a Private Trust Company" should be used in the subject.

**Type of Request:** Application

**Processing Unit:** AAU

**Level of Complexity:** Basic

**Processing Time:** 7 Working Days

### REQUIRED DOCUMENTATION

**Registered Representative (Central Bank SFI and Non-Central Bank SFI)**

- Registered Representative Certification
- Certificate of Incorporation
- Memorandum and Articles of Association

**Special Notes**

- All Private Trust Companies are required to have a Registered Representative who is either (i) a Licensee of the Central Bank or (ii) a Financial and Corporate Service Provider (duly licenced under the Financial and Corporate Service Providers Act, 2000 ("the FCSPA")) whose business is limited to acting as a Registered Representative and who has been approved by the Governor to provide private trust services pursuant to Section 3 of the BTCRA. A Licensee or an approved Financial and Corporate Service Provider may authorise one of its officers, who must be resident in The Bahamas to provide one or more of these services:
  - i) Secretary of a PTC;
  - ii) Director of a PTC; and
  - iii) Bahamas Agent of a PTC.





**REQUIRED DOCUMENTATION**

**Registered Representative (Non-Central Bank SFI) / Registered Representative (Central Bank SFI)**

- Formal written notification from the current Registered Representative advising that they no longer act as Registered Representative for the PTC
- Resolution of the Board of Directors' of the PTC authorizing the change in Registered Representative
- Formal Notification of the PTC's change in Registered Office as filed/stamped by the Registrar General Department

**Relevant Legislation, Policies & References**

- [General Information and Application Guidelines for Private Trust Companies & Registered Representatives](#)

**Registration of an Exempt Person for Business Continuity Operations**

**Description**

Applicants should submit formal application to the Central Bank via email [BSD@centralbankbahamas.com] along with the required documentation attached. "Registration of an Exempt Person for Business Continuity Operations" should be used in the subject.

**Type of Request:** Application

**Processing Unit:** AAU

**Level of Complexity:** Medium

**Processing Time:** 7 Working Days

**REQUIRED DOCUMENTATION**

- The terms of the Business Continuity Agreement
- Written confirmation from the relevant regulator that the person is licensed, authorized or regulated by the relevant regulator
- A list of the name, address and occupation of any required person
- A copy of the Agreement
- Any other document or information considered relevant by the Central Bank

**Special Notes**

- A person seeking registration as an exempt person shall apply in writing to the Governor within seven days of entering into the Agreement.
- The Governor may refuse to register an exempt person if-
  - (a) The relevant regulator does not confirm that the person is licenced, authorized or regulated by the relevant regulator;
  - (b) The Agreement is not compliant with these Regulations; or
  - (c) The Governor considers it to be in the best interest of the financial system in The Bahamas.
- A Money Transmission Service Provider or Money Transmission Agent is not eligible to be registered as an exempt person.

**Relevant Legislation,**

- [Section 4 \(2\) of the Banks and Trust Companies \(Temporary Business Continuity Operations\) Regulations, 2009](#)







- Original Licence Document (to be submitted only if the change will result in an amendment to the licence)
- Purchase/Sales Agreement Between the current owner (immediate/ultimate/beneficial) and the proposed owner (immediate/ultimate/beneficial).
- For applicants who propose to acquire shares of the SFI, details of any planned changes in the SFI's business plan and activities, directors, management, internal and external audit and compliance programs, and/or internal operating and management processes
- Name of the corporate applicant along with address of the headquarters of the corporate applicant, including the mailing address (if different)
- Business rationale for change in ownership
- Description of the number and type of shares to be acquired, including designation of whether the shares are already issued or to be issued, and including identification of number of shares to be held beneficially for others
- A description of the applicant, its history, details of all business and other activity and current structure and organization
- Annual reports (including audited consolidated financial statements) of the applicant for the 3 consecutive financial years immediately preceding the date of the application
- Organizational chart showing the structure of the direct and indirect shareholding of each applicant analysed according to holdings of voting rights, shares and/or other controlling interests.
- Unaudited consolidated financial statements of the applicant as at the end of the most recent quarter prior to the submission of the application, certified by a director or senior officer.
- Particulars concerning the proposed composition of the direct and/or indirect ownership structure of the SFI, including an organizational chart showing the structure of the direct and/or indirect shareholdings analysed according to holdings of voting rights, shares and/or other controlling interest.

### Branches

- Letter from Senior Executive of parent bank advising of the Licence Change
- Approval of Foreign Regulatory Agencies
- Purchase/Sales Agreement Between the current owner (immediate/ultimate/beneficial) and the proposed owner (immediate/ultimate/beneficial).
- For applicants who propose to acquire shares of the SFI, details of any planned changes in the SFI's business plan and activities, directors, management, internal and external audit and compliance programs, and/or internal operating and management processes
- Name of the corporate applicant along with address of the headquarters of the corporate applicant, including the mailing address (if different)
- Business rationale for change in ownership
- Description of the number and type of shares to be acquired, including designation of whether the shares are already issued or to be issued, and including identification of number of shares to be held beneficially for others
- A description of the applicant, its history, details of all business and other activity and current structure and organization
- Annual reports (including audited consolidated financial statements) of the applicant for the 3 consecutive financial years immediately preceding the date of the application
- Organizational chart showing the structure of the direct and indirect shareholding of each applicant analysed according to holdings of voting rights, shares and/or other controlling interests.
- Particulars concerning the proposed composition of the direct and/or indirect ownership structure of the SFI, including an organizational chart showing the structure of the direct and/or indirect shareholdings analysed according to holdings of voting rights, shares and/or other controlling interest.



## REQUIRED DOCUMENTATION – INDIVIDUAL OR GROUP OF INDIVIDUALS

### Subsidiaries and Stand Alones

- Name and business and personal address of each individual applicant including mailing address of each individual making application
- Purpose of change in the ownership structure
- A description of the planned business activities following the change in ownership
- Where the application is made by a group of individuals acting together (1) the date of formation, description of the history, details of the business activity, and current structure and organization of the applicant group and (2) a description of any dominant individuals in the group, including comments on their position within the group and those representing any outside beneficial interests
- Group applicants must also provide a current statement of assets and liabilities certified by a certified public accountant and prepared no earlier than three months prior to the date of application for each member of the group who is to acquire, own, hold or exercise voting control of share capital in excess of 5% of the share in the proposed SFI (As Applicable)
- Group applicants must also provide a concise net worth statement certified by a certified public accountant for each member of the group who is to acquire, own, hold or exercise voting control of share capital in a proposed SFI of 5% or more, and the statement must indicate that the individual member's net worth is at least five (5) times the value of shares to which the individual member is subscribing ( As Applicable)
- Details of the proposed shareholding of each individual shareholder of the proposed SFI and background information for each individual
- Due diligence documents on behalf of all proposed shareholders who will own 5% or more of the shareholdings. *These include all documents listed for Approved Persons applications.*
- Particulars concerning the composition and organisation of proposed board of directors and senior management and background information for each proposed director or senior member of management
- Organizational chart detailing reporting lines and responsibilities
- Particulars regarding internal organization including but not limited to staffing, logistics and information technology and management information systems (As Applicable)
- A business plan for the first three years of operation
- Name and address of external auditors and confirmation from the external auditors that the minimum capital requirements have been met.

### Relevant Legislation, Policies & References

- [Sections 4 and 6\(1\) of the BTCRA,2000BanksandTrustCompaniesRegulationAct\\_1.pdf](#)
- [BTCRA \(Amendment\) Act, 2010](#)
- [Banks and Trust Companies Regulation \(Amendment\) Act, 2015](#)
- [Banks and Trust Companies \(Acquisition of Shares\) Regulations, 2005](#)
- [Regulation 9 of the Exchange Control Regulations](#)
- [Group Structures of Licensees](#)

#### [Branches only]

- [Sections 4 and 6\(1\) of the BTCRA,2000BanksandTrustCompaniesRegulationAct\\_1.pdf](#)





- Details regarding Branch Closures and Staff Redundancies

**Relevant Legislation, Policies & References**

- [Section 4 of The Banks and Trust Companies Regulation Act, 2000](#)
- [BTCRA \(Amendment\) Act, 2010](#)
- [Banks and Trust Companies Regulation \(Amendment\) Act, 2015](#)
- [Group Structures of Licensees](#)
- [Regulation 9 of the Exchange Control Regulations](#)

## Change in Name of an Existing SFI

**Description**

Applicants should submit formal application to the Central Bank via email [BSD@centralbankbahamas.com] along with the required documentation attached. "Change in Name of an Existing SFI" should be used in the subject.

**Type of Request:** Application

**Processing Unit:** AAU

**Level of Complexity:** Basic

**Processing Time:** 7 to 10 Working Days

### REQUIRED DOCUMENTATION

**Subsidiaries and Stand Alones**

- Board of Directors' Resolution
- Rationale for name change
- Original Licence Document
- Certificate of Name Change

**Branches**

- Rationale for name change
- Letter from Senior Executive of parent bank advising of the Name change
- Confirmation of Home Regulator's approval for the name change
- Original Licence Document

**Relevant Legislation, Policies & References**

- [Section 7 of the BTCRA,2000](#)
- [BTCRA \(Amendment\) Act, 2010](#)
- [Banks and Trust Companies Regulation \(Amendment\) Act, 2015](#)

## Change in Financial Year-end

**Description**

Applicants should submit formal application to the Central Bank via email [BSD@centralbankbahamas.com] along with the required documentation attached. "Change in Financial Year-end" should be used in the subject.

**Type of Request:** Application

**Processing Unit:** AAU







## Change in External Auditors

<b>Description</b>	<p>Applicants should submit formal application to the Central Bank via email [BSD@centralbankbahamas.com] along with the required documentation attached. "Change in External Auditors" should be used in the subject.</p> <p style="text-align: center;"><b>Type of Request:</b> Notification                      <b>Processing Unit:</b> AAU</p> <p style="text-align: center;"><b>Level of Complexity:</b> Basic                                      <b>Processing Time:</b> N/A</p>
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### REQUIRED DOCUMENTATION

**Subsidiaries and Stand Alones**

- Letter of notification from SFI advising of the change in external auditors and the effective date of the change
- Board of Directors' resolution

**Branches**

- Letter of notification from SFI advising of the change in external auditors and the effective date of the change

<b>Relevant Legislation, Policies &amp; References</b>	<ul style="list-style-type: none"> <li>▪ <a href="#">Section 12 of the Banks and Trust Companies Regulation Act, 2000 (as amended)</a></li> <li>▪ <a href="#">BTCRA (Amendment) Act, 2010</a></li> <li>▪ <a href="#">Banks and Trust Companies Regulation (Amendment) Act, 2015</a></li> <li>▪ <a href="#">Guidelines on the Relationship Between External Auditors of Licensees and the Central Bank.</a></li> <li>▪ <a href="#">The Relationship Between External Auditors of Licensees and the Central Bank</a></li> </ul>
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## Change of Physical Address/Registered Office

<b>Description</b>	<p>Applicants should submit formal application to the Central Bank via email [BSD@centralbankbahamas.com] along with the required documentation attached. "Change of Physical Address/Registered Office" should be used in the subject.</p> <p style="text-align: center;"><b>Type of Request:</b> Notification                      <b>Processing Unit:</b> AAU</p> <p style="text-align: center;"><b>Level of Complexity:</b> Basic                                      <b>Processing Time:</b> N/A</p>
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### REQUIRED DOCUMENTATION

**Subsidiaries and Stand Alones**

- Certified copy of the relevant Board of Directors' Resolution
- Written confirmation from the SFI providing the rational for the change

**Branches**

- Letter from a Senior Executive confirming the change in location
- Written confirmation from the SFI providing the rational for the change

<b>Relevant Legislation,</b>	<ul style="list-style-type: none"> <li>▪ <a href="#">Section 4 of The Banks &amp; Trust Companies Regulation Act</a></li> <li>▪ <a href="#">BTCRA (Amendment) Act, 2010</a></li> </ul>
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- Name and contact information of the Liquidator, inclusive of telephone number, mailing and email addresses;
- A detailed plan, including relevant timeframes, advising how the SFI intends to wind up its affairs in an orderly manner;
- Confirmation from the directors/auditors/liquidators that the SFI has ceased to carry on any banking and/or trust business except in so far as may be required for the beneficial winding up of the SFI and details regarding the transfer of all trusts;
- A balance sheet as at the date of the commencement of the winding up of the SFI reflecting all existing assets and liabilities;
- Certification from the directors/auditors/liquidators of all unresolved, unsatisfied or un-discharged complaints or legal actions against the SFI;
- Copy of the notice as published in the Gazette of the resolutions passed for the winding up of the company.

#### Requirements from the appointed Liquidator:

- Reports of assets and liabilities, on a quarterly basis, until the liquidation is complete
- On completion of the liquidation, supply to The Central Bank certification that all liabilities have been settled and any remaining assets appropriately distributed for the licensee. A copy of the Final Report to the Shareholders showing the distribution of assets/liabilities/capital should also be provided for our record
- A copy of the letter of Dissolution from the Registrar General's Office advising that the SFI has been removed from the Register of Companies, once available
- Copy of the Public Notification of Dissolution as published in the Official Gazette (once available)
- Once the liquidator has confirmed that the SFI has ceased to carry on any banking and/or trust business except in so far as may be required for the beneficial winding up of the SFI and all required documentation has been received, the Governor may order the surrender of the bank and/or trust licence

#### Required Documentation for the Surrender of a Licence for Branches

SFIs seeking to wind up their branch operations should provide the following information and documentation:

- Original licence document
- Letter from a Senior Officer certifying that branch has ceased its operations and that liabilities have been settled with residual assets transferred; and
- Direct contact with the Home Regulator should be made to ascertain the actions regarding the banking group

\* Branches do not need to liquidate as External Auditors only need to confirm, on official letterhead, that all assets have been transferred and liabilities settled. Also, the balance sheet must be provided. However, should the Branch commence the liquidation process, they will have to complete said process.

#### Relevant Legislation, Policies & References

- [Section 18A of the Banks and Trust Companies Regulation Act, 2000](#)  
[BanksandTrustCompaniesRegulationAct\\_1.pdf](#)
- [BTCRA \(Amendment\) Act, 2010](#)
- [Banks and Trust Companies Regulation \(Amendment\) Act, 2015](#)
- [Procedures for the Voluntary Liquidations and Subsequent Revocation of a Banking or Trust Licence.](#)



- A comprehensive business plan
- Board of Directors' Resolution authorizing the establishment of the branch; and
- A letter from the host regulator indicating their approval or non-objection to the establishment of a branch in their country

#### **REQUIRED DOCUMENTATION FOR THE ESTABLISHMENT OF AN OVERSEAS SUBSIDIARY**

- An application letter advising of:-
  - (a) The name of the subsidiary;
  - (b) The place where it would be established and whether it would maintain physical presence at that location;
  - (c) The rationale for establishing the subsidiary;
  - (d) The proposed ownership structure; and
  - (e) The short and long term objectives and business strategy of the subsidiary.
- The business plan of the subsidiary (including business activities, projected financial statements, inclusive of balance sheet, profitability, capital adequacy, etc., for the first three years of business activity)
- The funding strategy of the subsidiary (including the extent of support from the parent, e.g. by means of injecting capital or issuing guarantees, letters of comfort or other assurances)
- The degree of the applicant's involvement and participation in managing and monitoring the business of the subsidiary, e.g. the number, due diligence & qualification particulars regarding the applicant's directors to be appointed to the Board of Directors
- The statutory auditors, (i.e. name and address of proposed auditors and, where appropriate details of arrangements for the review of the operations of the subsidiary)
- Information as to whether the subsidiary will be subject to the supervision of the financial sector regulator in the host country
- Limits, controls and reporting procedures to be established by the application over the activities of the subsidiary;
- The management structure (e.g. proposed management, any specialised committees, etc.)
- The key business rules and internal control systems of the subsidiary
- Organizational chart of the SFI's banking group, inclusive of the proposed subsidiary
- The Board of Directors' Resolution authorizing the establishment of the subsidiary; and
- A letter from the host regulator indicating their approval or non-objection to the establishment of a subsidiary in their country

#### **REQUIRED DOCUMENTATION FOR THE ACQUISITION OF FIFTY-ONE PERCENT OR MORE OF AN OVERSEAS ENTITY**

- An acquisition letter advising of:-
  - (a) The name of the entity;
  - (b) The place and date of incorporation or establishment;
  - (c) The primary activities of the entity;
  - (d) The rationale for acquiring the entity;
  - (e) The percentage of the shareholding to be acquired and the proposed ownership structure;
  - (f) The location of the operation and whether a physical presence will be maintained at that location; and
  - (g) The cost of acquisition (including any goodwill) or investments and how it will be funded.

- Financial information on the entity, inclusive of its audited financial statements for the last three years and unaudited financials for the four quarters prior to the application date (e.g. balance sheet, profitability, capital adequacy ratios, etc. should be displayed);
- The short and long term objectives and business strategy for the entity;
- The business plan for the entity (including projected financial statements for the first three years of business activity);
- The funding strategy of the entity (including the extent of support from the parent, e.g. by means of injecting capital or issuing guarantees, letters of comfort or other assurances);
- The degree of the applicant's involvement and participation in managing and monitoring the business of the entity, (e.g. number, due diligence & qualification particulars regarding the applicant's directors to be appointed to the Board of Directors);
- The statutory auditors, i.e. name and address of proposed auditors and, where appropriate, details of arrangements for the review of the operations of the entity;
- Limits, controls and reporting procedures to be established by the applicant over the activities of the entity;
- The proposed management structure (e.g. proposed management and any specialised committees);
- The key business rules and internal control systems of the entity;
- Information as to whether the subsidiary will be subject to the supervision of a banking regulator in its place of incorporation or establishment;
- Organizational chart showing the structure of the direct and indirect shareholdings of the applicant analysed according to holdings of voting rights and/or shares;
- Copy of the act, charter, certificate of incorporation and Memorandum and Articles of Association of the entity, as may be appropriate, verified by statutory declaration made by a director or the secretary duly authenticated under public seal of the jurisdiction in which the applicant has been incorporated;
- The Board of Directors' Resolution authorizing the acquisition;
- Certificate of Good Standing or equivalent document from the host regulator regarding the entity's history of performance and compliance; and
- Letter from the host regulator indicating their approval or non-objection to the acquisition of the entity.

#### **REQUIRED DOCUMENTATION FOR THE ESTABLISHMENT OF AN OVERSEAS REPRESENTATIVE OFFICE**

- An application letter:-
  - (a) Detailing the purpose for establishing a representative office and where it would be located (i.e. identification of the host country); and
  - (b) Describing how the representative office will be operated, i.e. primary functions, proposed personnel resources and administrative arrangements.
- The Board of Directors' Resolution authorizing the establishment of a representative office in the host country;
- Letter from host regulator indicating their approval or non-objection to the establishment of the representative office;
- A written undertaking from the applicant or statements signed by the directors of the applicant that the conditions/requirements to the operation of a representative office will be adhered to;
- Comprehensive information on the proposed resident manager of the representative office, inclusive of curriculum vitae, two character references, one financial reference and a police certificate;
- A written acknowledgement from the resident manager of the representative office that is domiciled in the host country, stating that he/she understands the conditions applicable to the operation of the representative office and that he/she will uphold the conditions; and





- Due diligence documents on behalf of the individual/company acquiring the shares.

**Branches**

- Capital Plan (inclusive of before and after capital adequacy ratios)

**Relevant Legislation, Policies & References**

- [The Banks and Trust Companies \(New Appointments\) Regulations, 2005](#)
- [Section 6 \(1\) of the Banks and Trust Companies Regulation Act, 2000.](#)
- [BTCRA \(Amendment\) Act, 2010](#)
- [Banks and Trust Companies Regulation \(Amendment\) Act, 2015](#)
- [Banks and Trust Companies \(New Appointments\) Regulations, 2005](#)
- [Regulation 8 of the Exchange Control Regulations](#)

## Acquisition of a Business Line

**Description**

Applicants should submit formal application to the Central Bank via email [BSD@centralbankbahamas.com] along with the required documentation attached. "Acquisition Of A Business Line" should be used in the subject.

**Type of Request:** Application

**Processing Unit:** AAU

**Level of Complexity:** Medium

**Processing Time:** 7 to 10 Working Days

### REQUIRED DOCUMENTATIONS

**Subsidiaries and Stand Alones/ Authorized Agents/Dealers (Commercial Banks)**

- Certified copies of the Board of Directors' approving Resolution for the Acquisition of a Business Line
- Updated Business Plan/Strategy (rationale for acquisition)
- Financial forecast based on projected level of Activity
- Details regarding Impact to staff (new hires and redundancies)
- Outsourcing Agreements (If applicable)
- Business Plan for the surviving/acquiring entity
- A copy of the sale/purchase agreement
- Confirmation of the executed sale/purchase agreement
- Latest capital Adequacy Calculation

**Relevant Legislation, Policies & References**

- [Section 4 of The Banks & Trust Companies Regulation Act](#)
- [BTCRA \(Amendment\) Act, 2010](#)
- [Banks and Trust Companies Regulation \(Amendment\) Act, 2015](#)
- [Guidelines for the Management of Capital and the Calculation of Capital Adequacy](#)

## Rebranding of an Existing SFI

**Description**

Applicants should submit formal application to the Central Bank via email [BSD@centralbankbahamas.com] along with the required documentation attached. "Rebranding of an Existing SFI" should be used in the subject.



	<p><b>Type of Request:</b> Application</p> <p><b>Level of Complexity:</b> Medium</p>	<p><b>Processing Unit:</b> AAU</p> <p><b>Processing Time:</b> 7 to 10 Working Days</p>
<b>REQUIRED DOCUMENTATIONS</b>		
<p><b>Subsidiaries and Stand Alones</b></p> <ul style="list-style-type: none"> <li>Letter from SFI advising of the intention to rebrand</li> <li>Rationale for the rebranding</li> <li>Board of Directors' Resolution sanctioning the rebranding</li> </ul> <p><b>Branches</b></p> <ul style="list-style-type: none"> <li>Letter from SFI advising of the intention to rebrand</li> <li>Rationale for the rebranding</li> <li>Letter from a senior executive at the Parent Bank approving the rebranding</li> </ul>		
<b>Relevant Legislation, Policies &amp; References</b>	<ul style="list-style-type: none"> <li><a href="#">Section 4 of The Banks &amp; Trust Companies Regulation Act (as amended)</a></li> <li><a href="#">BTCRA (Amendment) Act, 2010</a></li> <li><a href="#">Banks and Trust Companies Regulation (Amendment) Act, 2015</a></li> </ul>	
<b>Dividend Payment</b>		
<b>Description</b>	<p>Applicants should submit formal application to the Central Bank via email [BSD@centralbankbahamas.com] along with the required documentation attached. "Dividend Payment" should be used in the subject.</p> <p><b>Type of Request:</b> Application</p> <p><b>Level of Complexity:</b> Complex</p>	
		<p><b>Processing Unit:</b> DFIU/IFU</p> <p><b>Processing Time:</b> 5-7 Working Days</p>
<b>REQUIRED DOCUMENTATIONS</b>		
<p><b>Subsidiaries and Stand Alones</b></p> <ul style="list-style-type: none"> <li>Board of Directors' Resolution</li> <li>Letter from Senior Executive of the bank advising of comprehensive risk assessment: adequacy of provisioning and liquidity</li> <li>Particulars of the dividend payment</li> </ul> <p><b>Branches</b></p> <ul style="list-style-type: none"> <li>Letter from Senior Executive of the bank advising of comprehensive risk assessment: adequacy of provisioning and liquidity</li> <li>Particulars of the dividend payment</li> </ul>		
<b>Relevant Legislation,</b>	<ul style="list-style-type: none"> <li><a href="#">Sections 6(2) of the BTCRA,2000</a></li> <li><a href="#">BTCRA (Amendment) Act, 2010</a></li> <li><a href="#">Banks and Trust Companies Regulation (Amendment) Act, 2015</a></li> </ul>	





**REQUIRED DOCUMENTATIONS**

**Subsidiaries and Stand Alones/ Branches**

- Letter of notification and rationale
- Board of Directors’ resolution approving the change in operating hours

**Relevant Legislation, Policies & References**

- [Section 4 of The Banks & Trust Companies Regulation Act](#)
- [BTCRA \(Amendment\) Act, 2010](#)
- [Banks and Trust Companies Regulation \(Amendment\) Act, 2015](#)

**Opening or Closure of a Domestic Branch**

**Description**

Applicants should submit formal application to the Central Bank via email [BSD@centralbankbahamas.com] along with the required documentation attached. “Opening or Closure Of A Domestic Branch” should be used in the subject.

**Type of Request:** Notification

**Processing Unit:** DFIU

**Level of Complexity:** Basic

**Processing Time:** To be determined on a case-by-case basis

**REQUIRED DOCUMENTATIONS**

**Opening of a Domestic Branch:**

**Subsidiaries**

- Business rationale inclusive of necessary arrangements (security, staffing, etc.) for the safe and prudent operations of the branch
- Board Resolution
- Letter from SFI requesting the opening of domestic branch

**Branches**

- Business rationale inclusive of necessary arrangements (security, staffing, etc.) for the safe and prudent operations of the branch
- Letter from SFI requesting the opening of domestic branch

**Closure of a Domestic Branch:**

**Subsidiaries**

- Business rationale inclusive of necessary arrangements (staffing, etc.) of the branch
- Board Resolution
- Letter from SFI requesting the closure of domestic branch

**Relevant Legislation,**

- [Section 4 of The Banks & Trust Companies Regulation Act](#)
- [BTCRA \(Amendment\) Act, 2010](#)
- [Banks and Trust Companies Regulation \(Amendment\) Act, 2015](#)









## Appendices-References



*Pro-Forma-Character Reference (Individual)*

John Doe<sup>1</sup>  
123 Parkway Avenue <sup>2</sup>  
P. O. Box: N-0000  
Nassau, The Bahamas  
Email: [jd@gmail.com](mailto:jd@gmail.com)  
(T) 1-222-333-4444 (C) 1-444-555-6666 (F) 1-555-999-7777  
1<sup>st</sup> January, 2018<sup>3</sup>

Ms. Karen Rolle  
Deputy Inspector  
Bank Supervision Department  
The Central Bank of The Bahamas  
Market Street  
Nassau, Bahamas

Dear Mrs. Rolle:

**RE: Mrs. Jane Capital**

The referee must have known Mrs. Jane Capital for [xx]<sup>4</sup> years. The referee must be independent, without an interest in the acceptability of the reference and should not have a familial relationship to the applicant. References should address the applicant's honesty, integrity and reputation as well as the competence and capability of the applicant for the proposed role.

References must be presented in original form.

Regards,

John Doe<sup>5</sup>

*[Signature]*<sup>6</sup>

<sup>1</sup>References from individuals must give the signatory's full name.

<sup>2</sup> References must give the referees address (including mailing and street addresses) e-mail, telephone and facsimile number(s).

<sup>3</sup> References must be dated within three months of receipt of the application by the Central Bank.

<sup>4</sup> Referee must have known the applicant for a period of not less than five (5) years.

<sup>5</sup> Where a character reference is provided by an individual, that individual should be known to the Central Bank or his/her identity should be verifiable.

<sup>6</sup> References must be signed.



*Pro-Forma- Character Reference (Corporation)*

ABC Company Ltd.<sup>7</sup>  
123 Parkway Avenue<sup>8</sup>  
P. O. Box: N-0000  
Nassau, The Bahamas  
Email: [email@abc.com](mailto:email@abc.com)  
(T) 1-222-333-4444 (C) 1-444-555-6666 (F)1-555-999-7777  
1st January, 2018<sup>9</sup>

Ms. Karen Rolle  
Deputy Inspector  
Bank Supervision Department  
The Central Bank of The Bahamas  
Market Street  
Nassau, Bahamas

Dear Ms. Rolle:

**RE: Mrs. Jane Capital**

The referee must have known Mrs. Jane Capital for [xx]<sup>10</sup> years. The referee must be independent, without an interest in the acceptability of the reference and should not have a familial relationship to the applicant. References should address the applicant's honesty, integrity and reputation as well as the competence and capability of the applicant for the proposed role.

Where a character reference is provided by an individual, that individual should be known to the Central Bank or his/her identity should be verifiable. The character reference must be presented in original form.

Regards,

[Signature]  
John Doe,<sup>11</sup>

<sup>7</sup> Applicable in the case of institutions writing on behalf of applicants. The character reference must be provided on official company letterhead with the name and title of the signatory clearly presented.

<sup>8</sup> References must give the referee's title, institution's address (including mailing and street addresses) e-mail and telephone and facsimile number(s).

<sup>9</sup> References must be dated within three months of receipt of the application by the Central Bank;

<sup>10</sup> Referee must have known the applicant for a period of not less than five (5) years.

<sup>11</sup> References must be signed and the signatory's name must be printed below the signature.



*Pro-Forma-Financial Reference*

CEO  
ABC Company Ltd.<sup>12</sup>  
123 Parkway Avenue<sup>13</sup>  
P. O. Box: N-0000  
Nassau, The Bahamas  
Email: [abc@gmail.com](mailto:abc@gmail.com)  
(T) 1-222-333-4444 (C) 1-444-555-6666  
1st January, 2018<sup>14</sup>

Ms. Karen Rolle  
Deputy Inspector  
Bank Supervision Department  
The Central Bank of The Bahamas  
Market Street  
Nassau, Bahamas

Dear Ms. Rolle:

**RE: Mrs. Jane Capital**

Financial references should be provided by a financial institution Licensed to conduct banking and/or trust business in The Bahamas or in another jurisdiction which conducts supervision in accordance with the Basel Core Principles for Effective Banking Supervision.

References should provide a description of the nature and conduct of the financial relationship and the financial relationship must have been in existence for at least [xx]<sup>15</sup> years.

References must be presented in original form.

Regards,  
[Signature]<sup>16</sup>  
John Doe  
Branch Manager

<sup>12</sup> Applicable to all financial institutions writing on behalf of applicants. The financial reference must be provided on official company letterhead.

<sup>13</sup> Financial references must provide the institution's name, address (including mailing and street addresses) e-mail and telephone and facsimile number(s).

<sup>14</sup> References must be dated within three months of receipt of the application by the Central Bank.

<sup>15</sup> The financial relationship must have been in existence for a period of not less than three years.

<sup>16</sup> Financial references must be signed with the name and title of the signatory clearly presented.



## **Appendix-Administrative Monetary Penalty Regime**



## **Administrative Monetary Penalties Regime**

### **SUPERVISORY AND REGULATORY GUIDELINES Administrative Monetary Penalties Guidelines Issued: 19th May, 2016**

**Last Amended: 27th February, 2017**

The Central Bank of The Bahamas' ("the Central Bank") main responsibility is the supervision of banks, trust companies, Registered Representatives, Credit Unions, Non-bank Money Transmission Businesses and Money Transmission Agents ("Supervised Financial Institutions" or "SFIs") operating in and from within The Bahamas pursuant to the Banks and Trust Companies Regulation Act, 2000 ("BTCRA"), and the Central Bank of The Bahamas Act, 2000. In this regard, all SFIs are expected to adhere to the Central Bank's licensing or registration and prudential requirements and ongoing supervisory programs, including periodic onsite examinations, and required regulatory reporting. Additionally, SFIs are expected to conduct their affairs in conformity with all other relevant Bahamian legal requirements. The BTCRA and the Banks and Trust Companies (Administrative Monetary Penalties) Regulations, 2016 ("AMP Regulations") and the Administrative Monetary Penalty Guidelines ("AMP Guidelines") set out the procedures that the Central Bank will generally follow when it has cause for concern regarding the operations of a SFI or in the event of non-compliance by any person or entity with applicable legislation, orders, directives, conditions or limitations of the Central Bank.

Administrative Monetary Penalties ("AMP") are monetary sanctions imposed by the Central Bank under statutory authority in respect of the aforementioned matters, without the Central Bank having to go to court. This tool supports and enhances the Central Bank's efforts to ensure compliant behavior by providing the Bank with greater flexibility and responsiveness while enabling it to achieve prompt, effective, measured, proportionate and equitable resolution of particular contraventions in order to meet its regulatory objectives. Specifically, the Central Bank has the power to impose penalties against any SFI/individual with respect to a contravention of any provision of the BTCRA, any Regulations made under that Act, any direction issued or order made by the Central Bank or any condition and/or limitation imposed by the Central Bank. The imposition of penalties is designed to prevent, or at least reduce recourse to more costly and time consuming enforcement action such as criminal prosecution.

The BTCRA and AMP Regulations classify contraventions as "minor", "serious" or "very serious". Penalties may be imposed on a lump sum basis up to the specified maximum set out below, against individuals and/or corporate entities in the case of a serious or very serious contravention, or a minor contravention that is not a late or erroneous filing of returns. The filing of a late or erroneous return attracts a penalty at the prescribed per diem rate of \$250. Penalties for late or erroneous filings may only be imposed against companies. A listing of the various contraventions in respect of which the Central Bank may impose penalties and the classifications of each such contravention is set out in the First Schedule to the AMP Regulations. Please view the table below:



CLASS		INDIVIDUAL	COMPANY	COMPANY
		Lump sum	Lump sum	Per diem
Minor	Non- LEF <sup>1</sup>	\$2,500	\$10,000	N/A
	LEF <sup>2</sup>	N/A <sup>3</sup>	N/A	\$250 (up to a maximum of \$10,000)
Serious		\$5,000	\$50,000	N/A
Very serious		\$10,000	\$100,000	N/A

Section 24C of the BTCRA requires the Central Bank to choose whether to proceed with an act of regulatory non-compliance as a contravention in respect of which a penalty may be imposed, or whether to proceed by way of a criminal prosecution. Once the election is made, the Central Bank is precluded from proceeding in the alternative manner. Proceedings relating to a minor contravention must be brought no later than six months from the date on which the contravention came to the knowledge of the Central Bank. Proceedings relating to a serious or very serious contravention must be brought no later than six years from the date on which the contravention came to the knowledge of the Central Bank (BTCRA Section 24G(1)).

The Central Bank assesses “harm” in relation to the degree to which the contravention jeopardizes the interests of depositors, or other creditors, the beneficiaries of any trust, the financial system of The Bahamas or the Central Bank’s regulatory program. The Central Bank may make public a statement of the contravention or offence in respect of which it imposes a penalty. Publication will be made in respect of serious and very serious contraventions on the Central Bank’s website and such publication would include, inter alia, the name of the person that committed the contravention, the nature of the contravention, and the amount of the penalty imposed.

Overall, the objective of the AMP Regulations and Guidelines is to promote awareness and enhance transparency of the penalties regime for SFIs and other relevant parties. The circumstances under which the Central Bank would undertake other intervention and enforcement measures are set out in the Guide to the Central Bank’s Ladder of Supervisory Intervention.

For further information please see the Central Bank’s Banks And Trust Companies (Administrative Monetary Penalties) Regulations, 2016 vide link here: <http://www.centralbankbahamas.com/download/005961700.pdf> and the Supervisory and Regulatory Guidelines for Administrative Monetary Penalties Issued: 19th May, 2016 (Last Amended: 27th February, 2017) vide link <http://www.centralbankbahamas.com/download/060987700.pdf>.



## PROTOCOLS FOR LICENCEES REGARDING ADMINISTRATIVE MONETARY PENALTIES

1. Upon the receipt by email of a Notice of Contravention (“Notice”) from the Central Bank of The Bahamas (“Central Bank”) the person on whom the Notice is served, has the following options:
  - (i) Pay the penalty proposed in the Notice without dispute within the time period specified; or
  - (j) Submit representation.
2. Where representations are made, the Central Bank will normally respond in writing within thirty (30) Days of receiving the representation.
3. The Central Bank will either:
  - (i) Determine that, in light of the representations made, the person has committed the contravention or offence and will issue an Order setting out the penalty imposed in respect of the contravention or offence.
  - (ii) Determine that, in light of the representations made, it is not appropriate to impose the penalty. In this case, the penalty will be withdrawn and the concerned person will be advised in writing. No Order is issued.
4. With respect to contraventions involving the late and/or erroneous filing of routine returns that Supervised Financial Institutions (“SFI’s”) are required to submit to the Central Bank pursuant to section 9 of the BTCRA or other applicable legislation, no Notice of Contravention is required to be issued. The Central Bank will issue an Order in this case. SFI’s will be notified, by email, of late and/or erroneous filings within 5 days after receipt of such filings.
5. The Central Bank will provide each SFI that files returns late or with errors (in a particular calendar quarter) with an Order setting out late and/or erroneous returns recorded in that quarter. Orders are issued and mailed on or about the middle of the month following each calendar quarter. Note that Orders only list returns that were received by the Central Bank during the period and do not list returns that were due and not received during such period.
6. All penalties must be made payable to the Central Bank within the period specified by the Central Bank in its Notice or Order. Penalties may be subject to the accrual of interest for late payment. Interest shall be calculated at the same rate as interest payable on a court judgment (i.e. prime plus 2%) in accordance with the Civil Procedure (Award of Interest) Act. Payment instructions are to be found at the end of these protocols.
7. The Central Bank’s decision to impose a penalty for a serious or very serious contravention may be appealed to the Supreme Court of The Bahamas in accordance with section 26 of the BTCRA.
8. The Central Bank may make public a statement of the contravention or offence in respect of which it imposes a penalty. Publication will be made in respect of serious and very serious contraventions on the Central Bank’s website and such publication would include, inter alia, the name of the person that committed the contravention, the nature of the contravention, and the amount of the penalty imposed.



## APPENDIX

### Statutory/Regulatory Filing Requirements

#	Name of Document	# of Days to File/Due Date	Applicability
1.	Payment of Annual Licence Fee to the Central Bank	March 1st	All licensees, Money Transmission Businesses and Non-Licensee Registered Representatives
2.	Copy of the Registrar General's Fee Receipt		
3.	Audited Financial Statements	Within 120 days after the financial year end	All licensees, (except Nominee Trust Licensees)** Money Transmission Businesses and Non-Licensee Registered Representatives
4.	Copy of the Published Audited Financial Statements		All licensees (except Restricted Nominee Trust Companies, Restricted Banks and Restricted Trust Companies) and Money Transmission Businesses
5.	Copy of Group Organizational Chart	1st January	All licensees (except for Nominee Trust Companies)
6.	Corporate Governance Certification	Within 120 days after the calendar year end	All licensees (except Restricted Nominee Trust Companies or Restricted Trust Companies whose operations are limited to conducting business on behalf of one client or clients who are members of the same family) and Money Transmission Businesses
7.	Annual Statement as filed with the Registrar General	Within 10 days following the statutory deadline for filing with the Registrar General's Office	All locally incorporated Companies (under the Companies Act)



8.	Returns in respect of Beneficial Ownership of Shares	March 31st	All locally incorporated Companies under the Companies Act that have Bahamian ownership of sixty percent or more
9.	Management Letter from the External Auditors	Within 45 days after the expiration of the deadline for submission of the audited financial statements	All licensees and Money Transmission Businesses
10.	Monthly unaudited financial Statements	Within 15 business days after the month end	Domestic Banks(Authorized Agents and Dealers)
11.	Quarterly unaudited financial Statements	Within 15 business days after the quarter end	Public Licensees, Money Transmission Businesses and Non-Licensee Registered Representatives
12.	Auditors' Certification	Within 120 days after the calendar year end	Restricted Licensees (Not consolidated)
13.	Directors' Certification		Restricted Licensees (Not consolidated)
14.	Verification of Existing Clients Report	Within 21 days after the quarter end	Commercial Banks  (Authorized Dealers)
15.	Restructured Loans Report	Within 15 days after the month end	
16.	Debt Service Ratio Report	Within 21 days after the month end	Commercial Banks (Authorized Dealers), as applicable
17.	Monthly Credit Quality Reports	Within 10 days of the month end	Domestic Banks (Authorized Agents and Dealers), as applicable
18.	Dormant Account Report	February 28th for accounts where 7 years has elapsed since the last customer initiated activity took place	All licensees



19.	Daily B\$ Position	Two business days after referenced period	Commercial Banks(Authorized Dealers)
20.	Weekly Interim Report	By <b>noon</b> on Tuesdays	Domestic Bank (Authorized Agents and Dealers)
21.	Directors' Certificate	31st January	Non-Licensee Registered Representatives
22.	Professional Indemnity Insurance Cover	31st December	Public Trust Companies
23.	Foreign Currency Daily Sales Submission Report	By 3:00 pm the following business day	Commercial Banks (Authorized Dealers) and Money Transmission Businesses

\*\*Provided the nominee trust licensee consolidates its financial statements into the annual audited financial statements of its parent, and the nominee trust licensee does not account for its own income and expenses.