

FINANCIAL SERVICES REGULATORY AUTHORITY
سلطة تنظيم الخدمات المالية

AMENDMENTS TO FSRA RULEBOOKS

*In this attachment underlining indicates new text and striking through indicates deleted text.



ABU DHABI GLOBAL MARKET
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Amendments to the FSRA Glossary Rulebook (“GLO”)

1. Inserted the following definition in GLO.

Defined Terms	Definitions
<u>Venture Capital Fund</u>	<u>Has the meaning given in FUNDS 4.1.6.</u>

Amendments to the FSRA Fund Rules (“FUNDS”)

2. Inserted a new Rule 4.1.6:

“4.1.6 A Fund is a Venture Capital Fund if it:

- (a) invests directly in equity share capital of businesses which are at an early stage of development and not listed on any exchange;
- (b) is closed ended;
- (c) limits total subscriptions to an amount not to exceed \$100 million or a higher amount approved by the Regulator; and
- (d) is a Domestic Fund that is either an Exempt Fund or Qualified Investor Fund.”

Amendments to the FSRA General Rulebook (“GEN”)

3. In Rule 3.1.1, inserted the following additional sub-rule.

“3.1.1 (5) Rules 3.3.13, 3.3.14 and 3.3.15 do not apply to a Fund Manager of a Venture Capital Fund.”

4. In the Guidance after Rule 5.2.8, deleted the Guidance and replaced with the following text.

“Guidance

1. A Credit Rating Agency is not subject to PRU including capital requirements.
2. A Fund Manager of a Venture Capital Fund is not subject to PRU except 6.12 (professional indemnity insurance).
3. However both are required, pursuant to GEN Rules 2.2.4 and 5.2.8, to have and maintain adequate financial resources to manage its affairs prudently and soundly.”

5. In Rule 5.5.1 inserted the following additional sub-rule.



“(3) An Authorised Person which is a Fund Manager of a Venture Capital Fund need not make the appointment referred to in (1)(b).”

Amendments to the FSRA Prudential Rulebook (“PRU”)

6. In Rule 1.1.1, deleted the struck-out text and inserted the underlined text:

“(b) a Representative Office; ~~and~~

(c) a Credit Rating Agency (CRA); ~~and~~

(d) a Fund Manager of a Venture Capital Fund except for PRU 6.12.”

7. In Rule 1.2, inserted the following definition.

Defined Terms	Definitions
<u>Venture Capital Fund</u>	<u>Has the meaning given in FUNDS 4.1.6.</u>