

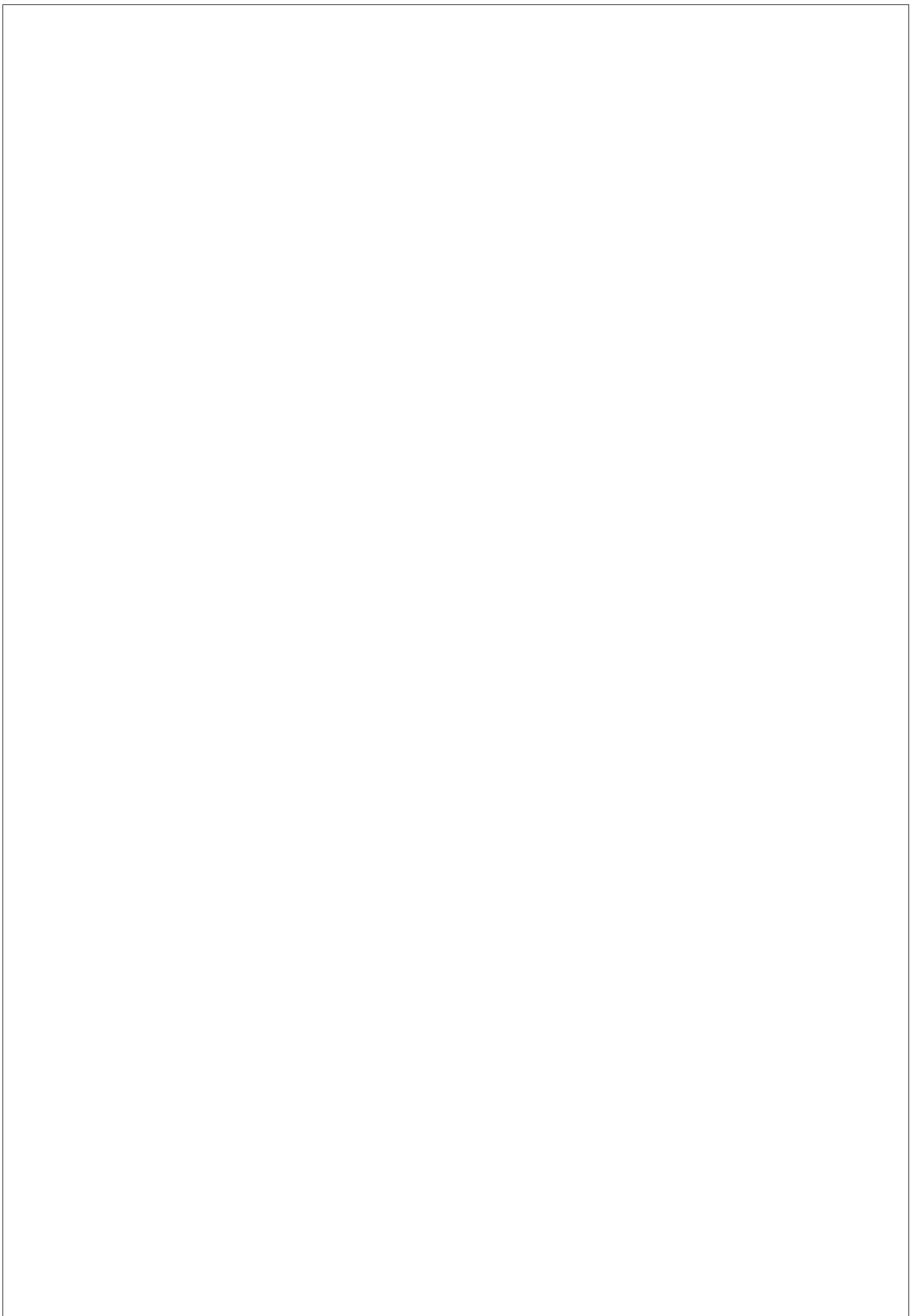


CHARTERED INSTITUTE FOR
SECURITIES & INVESTMENT

UAE Financial Rules and Regulations

Effective from 21 April 2021

© Chartered Institute for Securities & Investment



Objective of the examination

The objective of the examination is to ensure candidates have a basic knowledge of the regulations and legislation underpinning the financial markets and the conduct of investment business in the United Arab Emirates.

The examination will test candidates' knowledge and understanding of the following elements:

- The Regulatory Infrastructure
- Associated Market and Securities Legislation and Practice
- Investment Funds
- Markets
- Anti-Money Laundering, Combating the Financing of Terrorism and Illegal Organisations
- Client Protection
- Trading
- Dubai Financial Market (DFM)

Syllabus structure

The unit is divided into **elements**. These are broken down into a series of **learning objectives**.

Each learning objective begins with one of the following prefixes: **know** or **understand**. These words indicate the different levels of skill to be tested.

- **know** requires the candidate to recall information such as facts, rules and principles
- **understand** requires the candidate to demonstrate comprehension of an issue, fact, rule or principle

Candidate Update

Candidates are reminded to check the 'Candidate Update' area of the Institute's website (cisi.org/candidateupdate) on a regular basis for updates that could affect their examination as a result of industry change.

Examination Specification

Each examination paper is constructed from a specification that determines the weightings that will be given to each element. The specification is given below.

It is important to note that the numbers quoted may vary slightly from examination to examination as there is some flexibility to ensure that each examination has a consistent level of difficulty. However, the number of questions tested in each element should not change by more than two.

Examination specification		
100 multiple choice questions		
Element		Questions
1	The Regulatory Infrastructure	7
2	Associated Market and Securities Legislation and Practice	10
3	Investment Funds	10
4	Markets	19
5	Anti-Money Laundering and Combating the Financing of Terrorism and Illegal Organisations (Federal Law No. 20 of 2018)	15
6	Client Protection	10
7	Trading	17
8	Dubai Financial Market (DFM)	12
Total		100

Assessment Structure

Assessment is a 2 hour examination of 100 multiple choice questions.

Candidates sitting the exam by Computer Based Testing may have, in addition, up to 10% additional questions as trial questions that will not be separately identified and do not contribute to the result. Candidates will be given proportionately more time to complete the test.

Definitions

In this syllabus, unless the context otherwise requires, words and expressions shall have the meaning ascribed to it in the relevant law, rule or regulation.

Summary Syllabus

Element 1 The Regulatory Infrastructure

- 1.1 Federal Law No. 4 of 2000
- 1.2 Securities & Commodities Authority (SCA)
- 1.3 SCA Resolutions
- 1.4 Corporate Governance – (Law No. 3 issued Jan 2020)
- 1.5 Codes of Conduct

Element 2 Associated Market and Securities Legislation and Practice

- 2.1 Regulatory Controls for Financial Activities and Services (Decision No. (123/R.T) of 2017)
- 2.2 Brokers (Decision No. (27) of 2014 Concerning Brokerage in Securities)
- 2.3 Controls of Trading by Brokerage Firms for their Clients in Foreign Markets (Decision No. (86/R.T) of 2014)
- 2.4 The Rules and the Mechanism for the Separation of Accounts with Brokers
- 2.5 Dormant Accounts (Decision No. (85/R.T) of 2015)
- 2.6 Financial Consultancy and Financial Analysis (Decision No. (48/R) of 2008)

Element 3 Investment Funds

- 3.1 Investment Funds (Decision No. (1) of 2014)
- 3.2 Open-Ended Public Investment Funds (Emirates UCITS)
- 3.3 Public Closed-Ended Investment Funds
- 3.4 Provisions Specific to Certain Public Investment Funds
- 3.5 Cash Investment Funds
- 3.6 Exchange Traded Funds
- 3.7 Real Estate Funds
- 3.8 Evaluation of In-Kind Shares of Investment Funds (Decision No. (63/R.T) of 2019)

Element 4 Markets

- 4.1 The Central Depository (Decision No. (19/R.M) of 2018)
- 4.2 Issuing and Offering Shares in Public Joint-Stock Companies

- 4.3 Procedures for Dealing with Listed Troubled Joint-Stock Companies (Decision No. (13) of 2020)
- 4.4 Conciliation
- 4.5 Debt Securities (Decision No. (17) of 2014)
- 4.6 Islamic Securities
- 4.7 Derivatives
- 4.8 Crypto Assets (Decision No. (23) of 2020)

Element 5 Anti-Money Laundering and Combating the Financing of Terrorism and Illegal Organisations (Federal Law No. 20 of 2018)

- 5.1 Offences
- 5.2 The Role of the Financial Services Industry
- 5.3 Prohibitions
- 5.4 Politically Exposed Persons (PEPs)
- 5.5 Suspicious Transaction Reports (STRs)
- 5.6 Practical Measures
- 5.7 Record Keeping Requirements
- 5.8 Penalties
- 5.9 Market Abuse and Market Conduct Accepted Practice in the UAE
- 5.10 Conflicts of Interest Accepted Practice in the UAE

Element 6 Client Protection

- 6.1 Suitability Standards (Suitability and Appropriateness Standards (Decision No. (05/Chairman) of 2020))
- 6.2 Appropriateness Standards (Suitability and Appropriateness Standards (Decision No. (05/Chairman) of 2020))
- 6.3 Client Assets Accepted Practice in the UAE
- 6.4 Client Communications, Reporting, Financial Promotions and Advertising Accepted Practice in the UAE
- 6.5 The Organization of Promotion and Introduction (Decision No. (3/R.M) of 2017)

Element 7 Trading

- 7.1 Abu Dhabi Securities Market ADX
- 7.2 Broker and Trading Rules of the ADX

- 7.3 Clearing, Depository and Registry Rules
- 7.4 Clearing Operations in Commodities Markets
- 7.5 Dubai Gold & Commodities Exchange

Element 8 Dubai Financial Market (DFM)

- 8.1 Brokerage Firms
- 8.2 Rules of Securities Trading in the DFM
- 8.3 The Professional Code of Conduct (DFM)
- 8.4 Online Trading Regulations (DFM)
- 8.5 Order Types (DFM)
- 8.6 Order Handling (DFM)

Element 1 The Regulatory Infrastructure

1.1 Federal Law No. 4 of 2000

On completion, the candidate should:

1.1.1 *understand* the functions of the Securities & Commodities Authority (SCA) (Federal Law No. 4 of 2000 Part 1, Chapters 1–3, Articles 1–19)

- incorporation of SCA
- organs of the SCA and its membership
- SCA's financial affairs

1.1.2 *understand* the establishment and administration of the securities and commodities market

1.1.3 *understand* the application of Federal Law No. 4 of 2000 (Part 2, Chapters 3–4, Articles 30–32) to:

- clearing
- settlement
- transfer of ownership
- custody

1.1.4 *understand* the application of Federal Law No. 4 of 2000 (Part 2, Chapter 5, Articles 33–39) to Disclosure and Transparency:

- board's powers
- price sensitive information
- dealings by the chairman, directors and staff
- inside information

1.2 Securities & Commodities Authority (SCA)

On completion, the candidate should:

1.2.1 *understand* the regulations as to the functioning of the Securities & Commodities Authority (Cabinet of Ministers Resolution 2000–13 dated 3 July 2000)

- public authority
- objectives and powers
- organs of SCA and their competencies
- administration
- finances

1.2.2 *understand* the regulations as to market licensing and supervision (Cabinet of Ministers resolution 2000–11 dated 3 July 2000)

- conditions
- applications
- board's powers

1.3 SCA Resolutions

On completion, the candidate should:

1.3.1 *know* the regulations that apply to a securities and commodities market licensed in the UAE (Regulations as to the functioning of the market SCA regulation 2001–3 dated 29 April 2001)

- general provisions
- establishment and management
- membership
- trading
- finances

1.4 Corporate Governance – (Law No. 3 issued Jan 2020)

On completion, the candidate should:

1.4.1 *know* the terms of the joint-stock companies governance guide

- the main pillars (introduction), guide principles and objectives (Article 2)
- responsibilities (Article 4)

1.4.2 *know* the regulations regarding:

- gifts (Article 30)
- conflicts of interest (Articles 32 & 33)
- related parties (Articles 34–39)

1.5 Codes of Conduct

On completion, the candidate should:

1.5.1 *know* the CISI code of conduct

Element 2 Associated Market and Securities Legislation and Practice

2.1 Regulatory Controls for Financial Activities and Services (Decision No. (123/R.T) of 2017)

On completion, the candidate should:

2.1.1 *know* requirements relating to:

- fit and proper criteria (Article 1)
- financial capability (Article 2)
- competence (Article 3)

2.1.2 *know* requirements relating to:

- honesty and integrity (Article 4)
- compliance (Article 5)

- whistleblowing (Article 7 No. 10)

2.1.3 *know* regulations regarding outsourcing (Articles 8, 9, 10, 11)

2.1.4 *know* regulations regarding financial activities separation controls (Article 12)

2.2 Brokers (Decision No. (27) of 2014 Concerning Brokerage in Securities)

On completion, the candidate should:

2.2.1 *know* the regulations concerning the licensing conditions for brokers (Chapter 2)

2.2.2 *know* brokers' obligations in relation to:

- provisions of guarantee (Chapter 3)
- by-laws (Article 16)
- the Authority and the market (Article 17)

2.2.3 *know* the obligations of the brokerage company toward its clients (Article 17)

2.2.4 *know* provisions relating to:

- trading members (Article 19)
- trading and clearing members (Article 20)

2.2.5 *know* the regulations as they apply to brokers rights (Chapter 5)

2.3 Controls of Trading by Brokerage Firms for their Clients in Foreign Markets (Decision No. (86/R.T) of 2014)

On completion, the candidate should:

2.3.1 *know* the controls of trading for clients in foreign markets (Articles 2, 3 & 4)

2.4 The Rules and the Mechanism for the Separation of Accounts with Brokers

On completion, the candidate should:

2.4.1 *know* the rules and the mechanism for the separation of accounts with brokers (Decision (66/R) of 2007 Articles 2–9)

2.5 Dormant Accounts (Decision No. (85/R.T) of 2015)

On completion, the candidate should:

2.5.1 *know* regulation concerning dormant accounts of brokerage firms' clients

2.6 Financial Consultancy and Financial Analysis (Decision No. (48/R) of 2008)

On completion, the candidate should:

2.6.1 *know* the licensing conditions for:

- financial consultants (Articles 4, 5, 6, 7 & 8)
- financial analysts (Articles 4, 5, 6, 7 & 8)

2.6.2 *know* the obligations of licensed companies and employees (Articles 9 & 10)

2.6.3 *know* obligations of the financial analyst (Articles 14 & 15)

Element 3 Investment Funds

3.1 Investment Funds (Decision No. (1) of 2014)

On completion, the candidate should:

- 3.1.1 *know* an investment manager's obligations concerning the investment under its management (Article 10)
- 3.1.2 *know* an investment manager's obligations before the Authority (Article 11)
- 3.1.3 *know* capital adequacy requirements for investment managers and management companies (Decision No. (59/R.T) of 2019)

3.2 Open-Ended Public Investment Funds (Emirates UCITS)

On completion, the candidate should:

- 3.2.1 *know* regulations regarding open-ended public investment funds (Emirates UCITS) (Chapter 1 Decision No. (9/R.M) of 2016)

3.3 Public Closed-Ended Investment Funds

On completion, the candidate should:

- 3.3.1 *know* regulations regarding public closed-ended investment funds (Chapter 2 Decision No. (9/R.M) of 2016)

3.4 Provisions Specific to Certain Public Investment Funds

On completion, the candidate should:

- 3.4.1 *know* regulations relating to:
 - master fund (Article 17 Decision No. (9/R.M) of 2016)
 - umbrella fund and sub-funds (Article 20 Decision No. (9/R.M) of 2016)
 - fund of funds (Article 21 Decision No. (9/R.M) of 2016)
- 3.4.2 *know* regulations relating to:
 - private investment funds (Article 34 Decision No. (9/R.M) of 2016)

- foreign investment funds (Article 35 Decision No. (9/R.M) of 2016)
- private equity funds (Decision No. (2/R.T) of 2017)
- venture capital funds (Decision No. (3/R.T) of 2017)
- general and limited partnership funds (Decision No. (32/R.M) of 2017)

3.5 Cash Investment Funds

On completion, the candidate should:

3.5.1 *know* regulations regarding cash investment funds (Decision No. (52/R.T) of 2016)

3.6 Exchange Traded Funds

On completion, the candidate should:

3.6.1 *know* regulations relating to exchange traded funds (Decision No. (49/R.T) of 2016)

3.7 Real Estate Funds

On completion, the candidate should:

3.7.1 *know* regulations relating to real estate funds (Decision No. (6/R.T) of 2019)

3.8 Evaluation of In-Kind Shares of Investment Funds (Decision No. (63/R.T) of 2019)

On completion, the candidate should

3.8.1 *know*:

- in-kind share requirements (Article 1)
- evaluation requirements (Article 2)
- evaluator requirements (Article 3)

- 3.8.2 *know* the obligations of the evaluator (Article 4)
- 3.8.3 *know* the required content of the in-kind shares evaluation report (Article 5)
- 3.8.4 *know* obligations of the:
- management company (Article 6)
 - self-fund founders (Article 6)
 - investment manager (Article 6)
- 3.8.5 *know* requirements relating to the expenses of in-kind shares evaluation and transfer of their ownership or usufructuary (Article 7)

Element 4 Markets

4.1 The Central Depository (Decision No. (19/R.M) of 2018)

On completion, the candidate should:

- 4.1.1 *know* the functions of the Depository Centre (Article 8)
- 4.1.2 *know* the obligations of the Depository Centre (Article 10)
- 4.1.3 *know* general provisions relating to the Depository Centre (Articles 11 & 12)

4.2 Issuing and Offering Shares in Public Joint-Stock Companies

On completion, the candidate should:

- 4.2.1 *know* regulations for the issuing and offering of shares of public joint-stock companies (SCA resolution 11/R.M dated 6 June 2016)
- applications (Article 3)
 - preliminary valuation (Article 4)
 - meetings (Article 5)
 - prospectus and offer (Article 6)
 - receiving subscriptions and building the order book (Article 7)
 - pricing and allotment (Article 8)

- general provisions (Article 9)

4.2.2 *know* controls and procedures relating to a company buying back its shares with a view to resell them (Decision No. (40) of 2015)

4.3 Procedures for Dealing with Listed Troubled Joint-Stock Companies (Decision No. (13) of 2020)

On completion, the candidate should:

4.3.1 *know* the conditions for classifying a company within the first category (Article 2)

4.3.2 *know* the procedures for transferring a listed company between the two categories (Article 3)

4.3.3 *know* trading procedures for shares classified in the second category (Article 4)

4.3.4 *know* about the watch list:

- purpose (Article 1)
- monitoring (Article 5)
- commitments of companies placed on the watch list (Article 6)

4.3.5 *know* procedures relating to the delisting of shares (Articles 7 & 8)

4.4 Conciliation

On completion, the candidate should:

4.4.1 *know* the controls and procedures of conciliation in offences relating to public shareholding companies (Decision No. (42) of 2015)

4.5 Debt Securities (Decision No. (17) of 2014)

On completion, the candidate should:

4.5.1 *know* the regulations regarding qualified investors (Article 1)

4.5.2 *know* the terms regarding the issuing of debt securities:

- application (Articles 8 & 9)
- listing conditions – issuer (Articles 4 & 6)
- listing conditions – debt securities (Article 5)
- continuing obligations (Articles 19 & 20)
- suspension and cancellation (Articles 21, 22, 23, 24, 25)

4.6 Islamic Securities

On completion, the candidate should:

4.6.1 *know* regulation regarding the listing and offer of Islamic securities (Decision No. (20/R.M) of 2018)

4.6.2 *understand* the terms concerning the listing of Islamic bonds (Decision No. (16) of 2014)

- application (Articles 2 & 7)
- listing conditions – companies (Articles 4 & 6)
- listing conditions – Islamic bonds (Article 5)
- advertisements (Article 12)
- continuing obligations (Articles 17 & 18)
- suspension and cancellation (Articles 19–23)

4.7 Derivatives

On completion, the candidate should:

4.7.1 *know* regulations concerning derivatives contracts (Decision No. (22/R.M) of 2018)

4.8 Crypto Assets (Decision No. (23) of 2020)

On completion, the candidate should:

4.8.1 *know* general obligations in respect of:

- offering crypto assets (Article 6)
- offering security tokens (Article 7)
- listing crypto assets on a crypto asset exchange (Article 8)

4.8.2 *know* disclosure requirements for:

- crypto assets (Article 9)
- security tokens (Article 10)
- commodity tokens (Article 11)

4.8.3 *know* the duties and obligations of crypto asset custodians (Article 13)

4.8.4 *know* fundraising standards for crypto assets

- standards (Article 14)
- platforms (Article 15)

4.8.5 *know* requirements for licensing a crypto asset exchange (Article 16)

4.8.6 *know* requirements relating to the licensing of crypto assets on a crypto asset exchange (Article 17)

4.8.7 *know* requirements for financial activities related to crypto assets (Article 18)

4.8.8 *know* document submission requirements for qualified investors (Article 19)

4.8.9 *know* the scope of provisions relating to exchange crimes in relation to crypto assets (Article 20)

4.8.10 *know*:

- required controls for combating money laundering and terrorism financing in relation to crypto assets (Article 21)
- applicable technological standards for crypto assets (Article 22)

4.8.11 *know* the Authority's powers to control, inspect and penalise (Article 23)

4.8.12 *know* requirements relating to:

- data and information requests (Article 24)
- complaints and grievances (Article 25)

4.8.13 *know* the range of penalties for violations:

- administrative measures (Article 26)
- penalties (Article 27)
- publications (Article 28)

Element 5 Anti-Money Laundering and Combating the Financing of Terrorism and Illegal Organisations (Federal Law No. 20 of 2018)

5.1 Offences

On completion, the candidate should:

5.1.1 *know* acts considered to constitute the crime of money laundering (Articles 2 & 4)

5.1.2 *know* acts considered to constitute the crime of financing terrorism (Articles 3 & 4)

5.2 The Role of the Financial Services Industry

On completion, the candidate should:

5.2.1 *know* relevant obligations placed upon financial institutions and designated non-financial business (Articles 15, 16 & 17)

5.2.2 *know* required customer due diligence (CDD) measures (Decision No. (10/Chairman) of 2019)

- purpose (Article 5)
- application (Article 6)
- ongoing supervision (Articles 7 & 12)
- methods (Article 8)
- high risk countries (Article 22)

5.2.3 know requirements regarding establishing beneficial ownership (Decision No. (10/Chairman) of 2019) (Articles 9, 10 & 11)

5.3 Prohibitions

On completion, the candidate should:

5.3.1 *know* the types of business that financial institutions and DNFBPs are prohibited from engaging with (Decision No. (10/Chairman) of 2019) (Articles 13 & 14)

5.4 Politically Exposed Persons (PEPs)

On completion, the candidate should:

5.4.1 *know* the definition of a PEP (Decision No. (10/Chairman) of 2019) (Article 1)

5.4.2 *know* required measures for PEPs (Decision No. (10/Chairman) of 2019) (Article 15)

5.5 Suspicious Transaction Reports (STRs)

On completion, the candidate should:

5.5.1 *know* requirements relating to STRs (Decision No. (10/Chairman) of 2019) (Articles 16, 17 & 18)

5.6 Practical Measures

On completion, the candidate should:

5.6.1 *know* requirements for financial institutions and DNFBPs relying on third party service providers (Decision No. (10/Chairman) of 2019) (Article 19) and business development (Article 23)

5.6.2 *know* internal supervision measures for financial institutions and DNFBPs and for those with foreign branches and subsidiaries (Decision No. (10/Chairman) of 2019) (Article 20)

5.6.3 *know* required tasks undertaken by the compliance officer (Decision No. (10/Chairman) of 2019) (Article 21)

5.7 Record Keeping Requirements

On completion, the candidate should:

5.7.1 *know* record keeping requirements (Decision No. (10/Chairman) of 2019) (Article 24)

5.8 Penalties

On completion, the candidate should:

5.8.1 *know* the range of administrative penalties for financial institutions and designated non-financial business that violate Federal Law No. 20 and its executive regulation (Article 14)

5.8.2 *know* the criminal penalties for any person considered to be a perpetrator of money laundering (Article 22)

5.8.3 *know* the criminal penalties for perpetrators of money laundering that:

- abuse their influence (Article 22)
- does so through their employment or professional status (Article 22)
- commits the crime via a non-profit organisation (Article 22)
- is part of a criminal enterprise (Article 22)
- is a repeat offender (Article 22)

5.8.4 *know* the criminal penalties for any person who launders money for the financing of:

- terrorism (Article 22)
- illegal organisations (Article 22)

5.8.5 *know* the criminal penalties for any legal person considered to be a perpetrator of:

- money laundering (Article 23)
- financing terrorism (Article 23)
- financing illegal organisations (Article 23)

5.8.6 *know* the penalty for failing to comply with suspicious transaction reporting obligations (Article 24)

5.8.7 *know*:

- the offence of tipping off (Article 25)
- the penalty for tipping off (Article 25)

5.9 Market Abuse and Market Conduct Accepted Practice in the UAE

On completion, the candidate should:

5.9.1 *understand* the regulations in relation to market abuse in the UAE (Article 16 of the Regulations as to Trading, Clearing, Settlement, Transfer of Ownership and Custody of Securities and Article 37 of the Regulations as to Disclosure and Transparency)

5.10 Conflicts of Interest Accepted Practice in the UAE

On completion, the candidate should:

5.10.1 *understand* the rules on Chinese walls:

- control of information
- effect of the rules
- attribution of knowledge

5.10.2 *know* the rules on managing conflicts of interest in connection with investment research and research recommendations:

- application
- implementation
- conditions
- exemptions

Element 6 Client Protection

6.1 Suitability Standards (Suitability and Appropriateness Standards (Decision No. (05/Chairman) of 2020))

On completion, the candidate should:

6.1.1 *know* the suitability standards (Article 3)

6.1.2 *know* the content required in a suitability report (Article 4)

6.1.3 *know* obligations for licensed entities (Article 5)

6.2 Appropriateness Standards (Suitability and Appropriateness Standards (Decision No. (05/Chairman) of 2020))

On completion, the candidate should:

6.2.1 *know* the appropriateness standards (Article 6)

6.2.2 *know* the content required in an appropriateness report (Article 7)

6.2.3 *know* obligations for licensed entities (Article 8)

6.3 Client Assets Accepted Practice in the UAE

On completion, the candidate should:

6.3.1 *understand* the purpose of the client money and custody rules including the requirement for segregation and that it is held in trust:

- holding client assets and client money
- protection
- organisational arrangements
- registration and recording of legal title
- statutory trust

6.3.2 *know* the requirements for reconciling client assets and client money including the timing and identification of discrepancies:

- assets and money held by the firm
- assets and money held by third parties
- frequency
- discrepancies
- notification to the SCA

6.4 Client Communications, Reporting, Financial Promotions and Advertising Accepted Practice in the UAE

On completion, the candidate should:

6.4.1 *understand* the rules relating to communications with clients

6.4.2 *know* the rules relating to fair, clear and not misleading communications and financial promotions

6.4.3 *know* the general client reporting and occasional reporting requirements

6.4.4 *know* the rules on periodic reporting; the additional requirements regarding contingent liability transactions; the exceptions and record keeping requirements

6.4.5 *understand* the purpose and application of the financial promotion rules

6.4.6 *know* the firm's responsibilities under the financial promotion rules regarding the use of appointed representatives

6.5 The Organization of Promotion and Introduction (Decision No. (3/R.M) of 2017)

On completion, the candidate should:

6.5.1 *know* obligations of the promoter relating to:

- financial product promotion (Article 9)
- promotion material (Article 10)
- ongoing-obligations (Article 11)
- promotion of foreign funds (Article 12)

6.5.2 *know* obligations of the introducer (Chapter IV)

Element 7 Trading

7.1 Abu Dhabi Securities Market ADX

On completion, the candidate should:

7.1.1 *know* the E-Trading regulations (E-Trading Regulations)

7.1.2 *know* regulations governing remote access to the Abu Dhabi Securities Exchange by foreign brokerage companies (Abu Dhabi Securities Exchange Foreign Brokerage Companies Remote Access Regulations)

7.2 Broker and Trading Rules of the ADX

On completion, the candidate should:

7.2.1 *know* brokerage companies reporting requirements for the ADX (Article 11)

7.2.2 *know* obligations of brokers towards client orders (Articles 17-19)

7.2.3 *know* rules concerning debt instruments (Article 47)

7.2.4 *know* requirements for big block deals (Article 48)

7.3 Clearing, Depository and Registry Rules

On completion, the candidate should:

- 7.3.1 *know* the role of the Clearing, Settlement and Depository Department (CSD) (Articles 3–9)
- 7.3.2 *know* regulations relating to the register deposit (Articles 11 & 12)
- 7.3.3 *know* regulations concerning investor numbers and accounts (Articles 13–20)
- 7.3.4 *know* regulations concerning:
 - the deposit of securities certificates (Articles 21–24)
 - allotment letters (Article 25)
- 7.3.5 *know* regulations concerning deposit accounts at the CSD (Articles 26–29)
- 7.3.6 *know* regulations concerning settlement collateral (Articles 31–34)
- 7.3.7 *know* regulations concerning clearing and settlement (Articles 35–46)
- 7.3.8 *know* regulations governing the pledging of securities (Articles 49–56)

7.4 Clearing Operations in Commodities Markets

On completion, the candidate should:

- 7.4.1 *understand* the regulations of clearing operations in commodities markets (SCA resolution No. (11) of 2015))
 - license conditions (Article 3)
 - obligations of the commodities CCP (Article 10)
 - risk management (Article 11)

7.5 Dubai Gold & Commodities Exchange

On completion, the candidate should:

7.5.1 *know* delivery months for products traded on the Dubai Gold & Commodities Exchange:

- Gold Futures (I.4.1)
- India Gold Quanto Futures (I.5.1)
- Shanghai Gold Futures (I.6.1)
- Silver Futures (J.4.1)
- Crude Oil Futures (N.5.1, N.6.1, N.7.1, N.8.1)
- Equity Index Futures and Options (P.6.1)

7.5.2 *know* details of Gold Futures:

- contract size (I.4)
- minimum price movement (I.4.2)
- last trading day (I.4.3)
- final cash settlement price (I.4.4)
- cash settlement day (I.4.5)

7.5.3 *know* details of India Gold Quanto Futures:

- contract size (I.5)
- minimum price movement (I.5.2)
- last trading day (I.5.3)
- final cash settlement price (I.5.4)
- cash settlement day (I.5.5)

7.5.4 *know* details of Shanghai Gold Futures:

- contract size (I.6)
- minimum price movement (I.6.2)
- last trading day (I.6.3)
- final cash settlement price (I.6.5)

- cash settlement day (I.6.6)

7.5.5 *know* details of Silver Futures:

- contract size (J.4)
- minimum price movement (J.4.2)
- last trading day (J.4.3)
- final cash settlement price (J.4.4)
- cash settlement day (J.4.5)

7.5.6 *know* details of West Texas Intermediate (WTI) Light Sweet Crude Oil Futures:

- contract size (N.5)
- minimum price movement (N.5.2)
- last trading day (N.5.3)
- final cash settlement price (N.5.4)
- cash settlement day (N.5.5)

7.5.7 *know* details of Brent Crude Oil Futures:

- contract size (N.6)
- minimum price movement (N.6.2)
- last trading day (N.6.3)
- final cash settlement price (N.6.4)
- cash settlement day (N.6.5)

7.5.8 *know* details of DGCX Mini West Texas Intermediate (WTI) Light Sweet Crude Oil Futures:

- contract size (N.7)
- minimum price movement (N.7.2)
- last trading day (N.7.3)
- final cash settlement price (N.7.4)
- cash settlement day (N.7.5)

7.5.9 *know* details of Dubai India Crude Oil Quanto Crude Oil Futures:

- contract size (N.8)
- minimum price movement (N.8.2)
- last trading day (N.8.3)
- final cash settlement price (N.8.4)
- cash settlement day (N.8.5)

7.5.10 *know* details of MSCI India Index Futures (INR)

- contract size (P.6)
- minimum price movement (P.6.2)
- last trading day (P.6.3)

7.5.11 *know* rules concerning errors in an equity index (P.5)

Element 8 Dubai Financial Market (DFM)

8.1 Brokerage Firms

On completion, the candidate should:

8.1.1 *know* the obligations of brokerage firms towards DFM and SCA (Article 7)

8.1.2 *know* the obligations of brokerage firms towards their clients (Article 8)

8.1.3 *know* regulations that apply to:

- trading members (Article 10)
- trading and clearing members (Article 11)
- failed settlement (Article 9)

8.2 Rules of Securities Trading in the DFM

On completion, the candidate should:

8.2.1 *know* the rules governing order handling (Articles 2 & 3)

8.2.2 *know* brokers reporting requirements (Article 5)

8.2.3 *know* the rules relating to:

- conflicts of interest (Article 6)
- insider trading (Article 7)
- board members (Article 7)
- misleading information (Article 8)
- articles of association of an issuer (Article 9)
- mistakes (Article 11)
- cancellations (Article 12)
- brokers representatives (Article 15)

8.2.4 *know* settlement requirements (Article 10)

8.3 The Professional Code of Conduct (DFM)

On completion, the candidate should:

8.3.1 *know* brokerage firms' obligations in relation to their employees and representatives (Article 2)

8.3.2 *know* brokerage firms' obligations in relation to client due diligence (Article 3)

8.3.3 *know* brokerage firms' obligations in relation to:

- fairness (Article 4)
- order taking (Article 4)
- confidentiality (Article 4)
- segregation (Article 4)
- call recording (Article 4)
- complaints (Article 4)
- suspicious activity (Article 4)
- market data (Article 4)

8.3.4 *know* prohibited actions (Article 5)

8.3.5 *know* record keeping requirements (Article 8)

8.4 Online Trading Regulations (DFM)

On completion, the candidate should:

8.4.1 *know* how price limits are applied (Article 1)

8.4.2 *know* activities carried out during the:

- pre-opening session (Article 3)
- opening session (Article 4)

8.4.3 *know* activities carried out during the trading session (Article 5)

8.4.4 *know* activities carried out during the:

- pre-closing session (Article 6)
- closing session (Article 7)

8.5 Order Types (DFM)

On completion, the candidate should:

8.5.1 *know* the following order types:

- limit (Article 8)
- market (Article 8)

8.5.2 *know* the following order conditions:

- day order (Article 9)
- good-till-cancelled (Article 9)
- immediate-or-cancel (Article 9)
- good-till-date (Article 9)
- at-the-close (Article 9)
- orders without time-limits (Article 9)
- fill-or-kill (FOK) (Article 10)
- fill-and-kill (FAK) (Article 10)

8.6 Order Handling (DFM)

On completion, the candidate should:

8.6.1 *know* the correct method for order prioritisation (Articles 11, 12, 13 & 14)