

## **1- CENTER OF RISKS SYSTEM**

- A) Center of Risks System and regulations issued on its implementation.
- B) Circular No. (2/BS, IBS/IS, IIS/214/2008) on Center of Risks System and its Implementation Instructions.
- C) Circular requesting local banks to provide Central Bank of Kuwait with statements illustrating the quality of credit portfolio and the collaterals submitted against it.
- D) Circular requesting local banks to provide Central Bank of Kuwait with data on the debts of customers whose debts exceed KD 1 million each, by economic activity sector.

**GOVERNOR**

*Rabi Al-Akhir 22, 1424 H  
June 22, 2003*

**THE CHAIRMAN,**

**Circular No. (2/BS, IBS, IS, IIS/97/2003)  
(To All Local Banks including Islamic banks, and all investment companies,  
including those operating according to Islamic Sharia Principles)**

*" Center of risks system and the regulations issued for its implementation"*

We would like to advise you that the Central Bank Board of Directors approved at its meeting of 15/6/2003 "The Center of Risks System and the Regulations Issued for Its Implementation", the new system includes amendment to the existing system approved by Central Bank of Kuwait Board of Directors on 8/3/1995 and its amendments. The new amendment has been introduced in observance of the nature of financing transactions provided by Islamic banks and investment companies operating in accordance with Islamic Shareea'a Principles.

The data of the Center of Risks to be supplied to Central Bank of Kuwait in accordance with this system, cover all customers who obtain credit facilities / financing, including central banks, banks and other financial institutions, whether for economic purposes or otherwise (including Credit Cards) which total value exceeds KD 15,000<sup>(1)</sup>.

Enclosed is a copy of this system and the forms to be filled in implementation thereof.

(1) The minimum amount to be reported to Central Bank of Kuwait was increased pursuant to circular No. (2/BS, IBS, IS, IIS/214/2008) issued on 2/4/2008.

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1- CENTER OF RISKS SYSTEM.

A) Center of Risks System and regulations issued on its implementation.

This system will be applicable from the date of July 2003 in case of local banks, Kuwaiti Finance House and existing investment companies, and from the date of commencing the business of the bank/the company in case of banks and investment companies to be licensed in the future.

With my best wishes,

**SALEM ABDUL AZIZ AL SABAH**

## **Rules for the Center of Risks System and Regulations Issued on Its Implementation<sup>(\*)</sup>**

### **First : Statements to be Presented by Financial Institutions on their Customers**

Financial institutions subject to the center of risks system shall supply the Central Bank with periodic statements identifying their resident and non-resident customers; whether natural or legal persons, including central banks, banks and other financial institutions, who obtain credit facilities / financing (cash or non-cash, direct or indirect) for economic or other purposes (including customers of issued credit cards), and whether such credits / finances are extended from the funds of the financial institution or from funds managed for third parties. Such data to be presented does not cover the employees of the financial institutions who obtain loans / finance according to the internal bylaws applied by these institutions in this respect.

Financial institutions shall also provide the Central Bank with statements showing the indebtedness positions of their above mentioned customers by notifying the Central Bank of the credit facilities and finances extended to those customers, regardless whether the customers have or have not used such facilities, and which total exceeds the minimum limit established by the Central Bank of Kuwait for notification according to this system.

For the purposes of this system, financial institutions shall mean banks, including Islamic banks, and investment companies, including those operating in accordance with Islamic shareea'a principles.

Resident customers shall mean kuwaiti or non-kuwaiti natural persons holding work licences or residence permits in Kuwait, provided that such licences or permits are issued by the competent official authorities. Legal persons will be considered as resident if they are established and licenced by the competent authorities. Except as aforesaid, natural persons and legal persons will be considered as non-resident, including diplomatic bodies, foreign missions and institutions established outside Kuwait and executing works in Kuwait under special contracts with the government or other resident entities. The institution shall be considered as established abroad if its head office is located outside Kuwait.

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<sup>(\*)</sup> Issued by the Central Bank of Kuwait's Board of Directors meeting dated 15/6/2003.

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Cash and non-cash credit facility / finance transactions will have the same meanings included under the Central Bank of Kuwait instructions regarding “maximum credit concentration limits / maximum limits for anyone single customer’s liabilities to an Islamic bank / investment company operating in accordance with Islamic Shareea’a rules”.

Indirect credit facilities / financing transactions mean those extended to other customers against the guarantee of the customer, or to joint stock companies or simple partnerships in which the customer is a joint guarantor.

**A) Customer’s Identity Data :**

1. When any customer obtains direct or indirect credit facilities/finance, the financial institutions shall supply the Central Bank with two copies of the Customer Identification Sheet, after filling the required data in the blank spaces therein.

The blank space set opposite the secret number must be left to be filled by the Central Bank who will assign a special secret number for each customer. Financial institutions must send these data within three working days from the date the customer is granted the credit facilities/finances.

In case of natural persons and owners of sole proprietorships, the Civil ID numbers for those customers must be filled in the appropriate box in form No. A.M (1/A) for natural persons, and form A.M (1) for sole proprietorships owners.

2. Upon receipt of the Customer Identification Sheet, the competent department in the Central Bank shall first check it to ascertain that the information required is complete, then shall write down the customer’s secret number in the space allocated for this purpose , and return the second copy of the sheet and its enclosure to the financial institution concerned.
3. The terminology used in the Customer Identification Sheet shall have the following meanings:
  - a- Name of Persons: For natural persons, the name should be at least trinomial and identical with the Civil ID Card. For Establishments or companies, the names should be identical with those stated in the Commercial Register Certificate issued by the Ministry of Commerce and Industry, or with a supporting document issued by the competent authorities abroad in case of non-resident customers.

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- b- The Address: The business address or domicile by building, street, block, city and state.
- c- Nationality: The country to which the customer belongs, based on an evidencing document issued by competent authorities of that country.

A company or establishment shall be considered Kuwaiti if it has been established in Kuwait in accordance with the provisions of the Commercial Companies Law and other laws regulating commercial or industrial business in Kuwait.

- d- The Legal Status: is meant to indicate whether the borrowing customer is a single individual, a sole proprietorship, one of the companies mentioned in the Commercial Companies Law of Kuwait, a non-profit private concern, a government institution, a joint personal account or an investment fund.
  - e- Capital: is meant to be the value in cash or in kind (evaluated in terms of money) which has been deposited in the account of the customer (if the customer is an establishment or company) at the time it was established, adjusted by any increase or decrease of the capital in accordance with law provisions, and as per the rules of the articles of association of that company or establishment.
  - f- Shareholders, or partners: mean persons possessing a certain portion or share of the capital of the establishment, regardless whether they are natural or legal persons.
  - g- Percentage of Participation: is meant to indicate the percentage of the shareholder's or partner's share in the capital of the borrowing/financed company.
  - h- Limits of Liability: is intended to denote whether the shareholder's or partner's liability is confined to his share of the capital, or whether it is of a joint nature extending beyond the limits of his share of the capital.
  - i- Capacity or competence: is meant to indicate whether the partner is a minor or of legal age.
4. Financial institutions must obtain the information to be included in the Customer Identification Sheet and its enclosure, prior to according any credit facilities / finances to the customer.

5. The Central Bank must be notified of any amendment to any item of the information given earlier in the Customer Identification Sheet, within three working days from the date the financial institution concerned has become aware of the amendment.

**B) Data Related to the Credit Facilities / Finance Transactions Statement :**

1. The credit facilities and financing transactions to be reported by any financial institution shall include the amount of credit facilities and finances granted to the customer by the main office or various branches and subsidiaries of such financial institution authorized to grant credit / finance, whether the customer is resident or non-resident.
2. Amounts of credit facilities and financing transactions shall be reported in this Statement after approximation to the nearest thousand dinars, in accordance with normal approximation rules. Any facilities / finances extended in foreign currencies shall be reported in their equivalent value in Kuwaiti Dinars as on the date of preparing the statement. The type of the currency must be stated in the relevant column.
3. Financial Institutions shall prepare the statement of the credit facilities / financing transactions as per the position at the end of each month. This statement must be sent to the Central Bank within seven working days from the end of the month which the statement covers.
4. For the purposes of this system, the terms mentioned in the credit facilities / financing transactions statement shall mean the following :
  - a- The Secret Number: The number allocated by the Central Bank to the customer in his personal identification sheet, a copy of which has been sent to the financial institution.
  - b- Code of the Type of Credit Facilities / Financing Transactions: Digital codes allocated by the department concerned at the Central Bank and supplied to the financial institution, for the types of these credit facilities and transactions.
  - c- Account Number: The figure fixed by the financial institution for the credit facilities/finances granted to the customer, whether cash or non-cash.

**Credit facilities and financing transactions are meant to be the following:**

- 1- Loans : Cash credits payable on a specific date agreed upon between the financial institutions and customer, whether accorded to the customer directly or under syndication with other financial institutions, or through acquiring bonds issued by the customer.
- 2- Overdraft : Cash facilities placed at the customer's disposal by the financial institution within determined limits, upto a fixed expiry date, in order to withdraw therefrom when needed.
- 3- Discounted Papers : Commercial papers, such as bills of exchange and promissory notes, discounted by a financial institution in favour of its customers.
- 4- Issued Credit Cards : Cards which use entail a debt that can be installed within certain limits determined for each customer.
- 5- Documentary Letters of Credit : Non-cash credit facilities/finances accorded by banks in favour of their customers, in a way whereby the bank undertakes to pay the beneficiary the value of such letters of credit opened at the request of the customers, regardless whether the credits are payable at sight or on a post-sight date, if the documents of the subject goods were not handed over to the openers of the letter of credit.
- 6- Bank Acceptances: Non-cash credit facilities/ finances accorded by banks to their customers, in a way whereby the bank undertakes for the account of its customer or for its won account, to pay the beneficiary the value of commercial papers accepted by it on their due dates, regardless whether such papers do or do not represent the value of documentary credits which documents had been delivered to the opener of the letter of credit.
- 7- Bank Guarantees : Non-cash credit facilities / finances accorded by banks in favour of their customers, representing an undertaking from the bank upon the request of its customer, to pay to a third party the amounts of the guarantees when so requested by that third party within a definite period.
- 8- Foreign Exchange Transactions (FX Lines): These are non-cash facilities extended to customers in relation to FX buying and selling forward contracts (FX Lines).

*Special Transactions for Islamic Financial Institutions*

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- 9- Murabaha & Musawama: These are forms of sales representing the methods of finance provided by Islamic financial institutions for the purpose of satisfying customers needs of movable and immovable needs.
- 10- Mudaraba: This is a financing technique used by Islamic financial institution for financing various economic activities, and in which the institution is a partner by the capital (capital owner) with another partner (Mudarib) who participates by his effort and assumes the responsibility of management. Realized profits are distributed according to common shares of specific percentages mentioned in the contract. The capital owner bears the losses incurred unless misconduct or negligence is proved on the part of the Mudarib.
- 11- Musharaka: This is a financing technique used by Islamic financial institution to finance their customers through participating with the customers in the capital of a project or specific transaction, while sharing the profits and losses at the percentages specified in the contract.
- 12- Ijara: This is a technique used for financing the customers needs of high-value assets, where the Islamic financial institution purchases the assets upon the request of the customer and lease those assets to them for period covering all or most of the productive life of the assets, against periodic rental amounts specified in the contract. Those rental amounts represent the payments for recovering the asset cost in addition to the profit margin of the Islamic financial institution.
- 13- Istisnaa: This is a financing technique used by Islamic Financial Institution according to which an institution undertakes to manufacture equipment or commodities, or to construct buildings or different capital assets according to the requirements of the customers, with the right for the financial institution to entrust the Istisnaa to a third party through a parallel Istisnaa contract.
- 14- Other Financing Transactions: These include customers financing transactions under financing forms other than those mentioned above. They also include the free-of-interest loan and customers overdrawn accounts.
- a) Code of the purpose of credit facilities/ Finance transactions: Digital codes of the types of the economic activities or other non-economic activities for which finance the credit facilities were granted, and which are determined and supplied to the financial institutions by the competent department at the Central Bank.

- b) Granted Limits: Credit facilities/ financing transactions limits which are approved to be granted to the customers upto a certain date, whether they utilize these facilities or not.
- c) Balance: The outcome of withdrawal and deposit transactions in the account, regardless whether the withdrawal transactions represent amounts utilized or interest or commissions on the credit facilities, or profit margins or shares in the results of Islamic financing transactions.

The balances of credit facilities and financing transactions reported in the relevant statement, must match with the balances of accounts/transactions of the customers as registered in the financial records of the financial institutions.

- d) Accrued interest and commissions or profits: Amounts of interest and commissions computed on the credit facilities during the period from date of granting or renewing the facilities upto the date of reporting the data, whether such amounts were paid or unpaid.

In case of financing transactions practised by Islamic financial institutions, accrued interest and commissions or profits represent the profit margins and profit shares due to those institutions in respect of these transactions as per the terms of the contracts concluded with customers, whether these are paid or unpaid.

- e) Date of granting the facilities / finance: Date on which credit facilities/finances are approved for extension or renewal in favour of the customers, specified by day, month and year.
- f) Facilities / financing transactions maturity date :Date by which the credit facilities / financing transactions duration or renewal period expires , specified by day, month and year.
- g) Interest or discount rate or profit margin: Percentage of the interest or discount rate computed on the cash credit facilities, on annual basis. In case of financing facilities accorded by Islamic financial institutions and which rely on a predetermined profit margin (Murabaha-Musawama-Istisnaa – Ijara), the percentage of the profit as a ratio to the cost value, shall be reported under this item on annual basis.

In cases of financing transactions relying on a percentage of participation in profit (musharaka / mudaraba) the percentage established under the contract as a share for the Islamic financial institution in the outcome of the transaction, shall be reported under this item.

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- h) Type of currency: The currency in which the credit facilities/financing facilities are extended.
- i) Code and type of the guarantee: Digital codes determined by the competent Central Bank department, and supplied to financial institution, for the in-kind securities and rights mortgaged/ pledged in favour of the financial institution by the debtor or guarantor.
- j) Collateral Value: Values of the in-kind guarantees and mortgaged/pledged rights estimated as per the relevant rules set by the Central Bank. The guarantees evaluated on the basis of the market value should be re-valuated once every year at least, except for the collateral shares which are to be revaluated at their value published by Kuwait Stocks Exchange, or any other international stock exchange, on the nearest date from the credit facilities/financing reporting date.
- k) The guarantor's secret number: The secret number allocated by the Central Bank for a natural or legal person, who is the guarantor of the credit facilities/finance transactions extended to any of the financial institution's customers. The joint partner in joint companies or simple partnerships, or the debtor in joint accounts of joint debtors, shall be considered as a guarantor.

## **Second: Deletion and Renewal**

- A) If the customer repays all the credit facilities/the balances of financing transactions extended to him, or if those credit facilities/financing transactions fall in total below the limit determined by Central Bank of Kuwait for reporting under this system, the financial institution should notify the Central Bank to this effect, using the Customer Deletion Memorandum, within three working days from the repayment date. A monthly report shall also be supplied to Central Bank of Kuwait containing the names of all customers deleted during that month.
- B) In the event a customer whose name had been deleted under the preceding item, re-obtains credit facilities/financing transactions, the financial institution concerned should report the same secret number which had been allocated earlier to the customer, when filling in the statement of credit facilities / financing transactions.

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### **Third: Data Which May Be Furnished To Financial Institutions**

The Central Bank may inform the financial institutions of the aggregate credit facilities and financing transactions extended to financial institutions customers, as specified hereunder :

- A) Monthly, according to the position at the end of each month.
- B) In the event the respective financial institution inquires, Central Bank of Kuwait shall use the Enquiry Reply Memorandum, inform a financial institution with the required data, provided that the enquiring financial institution has adhered to the instructions mentioned in the Enquiry Form.

### **Fourth: Enquiries:**

- A) The financial institution must inquire about the aggregate credit facilities and financing transactions extended to any customer applying for credit facilities for the first time, or asking for an increase in his credit facilities/financing transactions. The financial institution must also inquire about the indebtedness position of any customer whose name has been deleted but has applied for new credit facilities/financing transactions.
- B) Financial institutions wishing to inquire about the aggregate facilities / financing transactions extended to any of the customers mentioned in the preceding item, must submit their application to the Central Bank on the Enquiry Form designed for this purpose.
- C) When submitting an Enquiry Form to the Central Bank, financial institutions shall adhere to the following instructions:
  - 1- In the event of enquiry about the aggregate credit facilities / balances of financing transactions extended to customers applying for new credit facilities / financing transactions, the financial institution concerned must investigate the information required in the Enquiry Form and write them down in accordance with the rules stated in the Customer Identification Sheet.
  - 2- In the event of enquiry about the aggregate facilities / financing transactions extended to customers included in the centre of risks system and applying for an increase in their credit facilities / financing transactions, or for new credit facilities/financing transactions, after they had been deleted and so reported to the Central Bank, the enquiring financial institution must write down the secret number

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allocated earlier to such customers by the Central Bank, in the appropriate space provided for this purpose in the enquiry form. In this case, the financial institution concerned may ignore the other data in the enquiry form.

The financial institution using the on-line system with Central Bank of Kuwait may directly inquire on those customers through that system.

- 3- In any event of inquiry as stated above, the financial institution concerned must - before sending the Inquiry Form to the Central Bank - obtain a written application, signed by the customer himself or by his representative duly authorized under an authenticated official power of attorney, indicating his desire to obtain, renew or increase those credit facilities / financing transactions.

In the event the financial institution makes such an enquiry with the Central Bank without obtaining such a written application from the customer, the enquiring financial institution shall be exposed to one of the penalties provided for in Central Bank Law No. 32 of the year 1968 and its amendments.

#### **Fifth : Registration and Filing of Data at the Central Bank :**

- A) The competent section in the Central Bank shall enter the data received from banks under the Customer Identification Sheet into the computer. Data related to the dealing dates, deletion and resumption of dealing should also be entered based on memos received from the concerned financial institutions in this regard.
- B) Using the Computer Software designed for this purpose, the competent section shall review and check the data of credit facilities / financing transaction entered through the “On-Line” system by the financial institution authorized to use this system. Each customer shall have his own statement of credit facility and financing transactions. The statement must show total credit facilities/financing facilities accorded to the customer or utilized by him, and which were obtained from financial institutions individually and jointly.

For the financial institutions which do not use the On-Line system, the data of credit facilities / financing transactions supplied by those institution, shall be entered by the competent section at the Central Bank of Kuwait.

**Sixth : General Instructions :**

- A) Precautionary measures should be taken to maintain the secrecy of data of this system, which should not be accessed except by authorized persons.
- B) The exchange of Center of Risks data between financial institutions and the Central Bank shall be made through written correspondence only, which shall be sent in sealed envelopes bearing the phrase “private and confidential / centre of risks”. Such letters shall also be registered in the incoming and outgoing mail registers while still sealed within the envelopes. The envelopes may not be opened by any person other than authorized officers at the center of risks section.
- C) Forms and letters related to the Centre of Risks shall be signed by financial institutions officers authorized to sign Center of Risks correspondence. The competent Section at Central Bank of Kuwait shall verify the signatures of the signatories and shall ascertain that such correspondence are signed and issued by authorized officers only.
- D) Financial Institutions using the On-Line System for inquiries on customers, must utilize the form designed for this purpose, in accordance with the following rules and regulations:
  - 1- The financial institution shall submit to the Supervision Sector of the Central Bank of Kuwait, names and job titles of the persons authorized to use the On-line system for printing statements of the customers financial positions. Authorized users shall be limited to four officers of the department in charge of according the credit/finance in each financial institution.
  - 2- The concerned section at the Supervision Sector shall delegate the following authorities to the persons authorized to use this system :
    - Introduction to the screens of such persons and fixing their numbers.
    - Issuing the “Password” and giving the authority to each staff member authorized to use the on-line system.

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- 3- At the end of the working days of Monday and Thursday each week, the financial institution shall submit to Central Bank of Kuwait a statement detailing all the cases that have been enquired about through the On-line system, and including the data related to each enquiry completed and reasons thereof, as well all the information related to the staff member who carried out the enquiry transaction. This statement shall be signed by the person authorized to sign the center of risks correspondence and the general manager of the financial institution.
  - 4- Banks are required to setup internal regulations which would ensure that the data pertaining to the enquiry transactions are not abused, and to advise the respective authorized persons that any misuse of such data or information shall expose them to the penalties as provided for under Article (83) of Law No. (32) of the year 1968 and its amendments.
- E) Rules of the center of risks system shall apply to financial institutions (banks and investment companies and Islamic financial institutions, whether banks or companies), each according to the nature of its business, and only in respect of activities the institution is allowed to practice under law provisions and ministerial resolutions issued in regard to the subjection of such financial institution to Central Bank's supervision.
- F) This system shall be applied from the date of its notification, and shall replace the previous center of risks system as approved by Central Bank Board of Directors on 8/3/1995 and as subsequently amended.

**Central Bank of Kuwait  
Supervision Sector**

**Customer Identification Sheet .  
Form No. A.M.(1)**

**Bank / Co: .....**

**Off-site Supervision Department.  
Credit Section**

**Ref: .....**

**Date : .....**

<b>Secret No.</b>	
<b>Resident/Non-resident</b>	

Data of the Borrowing Customer or to whom finance is accorded (In case of a foreign customer, it will be enough to write the name in Latin) (*)				Data of the shareholders of the borrowing institution or company or to whom finance is accorded (in the event of a shareholding company, names of the chairman, his deputy, delegate member & whoever has got the right to borrow or obtain the finance should be mentioned, respectively)				The customer in his capacity as natural custodian of his minor sons If the custodian has a general power of attorney on behalf of the minors, or if his participation with the minors in the company exceeds 50%, or if the custodian has the right of control through the right of management or the power of attorney			
Name in Arabic		Name & Civil ID No	Nationality	Participation %	Limits of Responsibility	Name & Civil ID No.	Capacity to transact	Participation %			
Name in Latin											
Business Address											
The Business (as mentioned in the Official documents)											
The Business (Actual) <b>Legal Status</b>											
	Nationality	Commercial Register	Date of Incorporation	Capital	Remarks						

- 1- Instructions must be reviewed prior to filling-in the form
- 2- Two copies of this form should be attached
- 3- Data pertaining to natural persons shall be supplied on Form No. A..M. (1/A).

Central Bank's Signature  
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Signature of the Bank/Company  
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(\*) Joint Account : The Percentage of participation for each party of the joint account. If the joint account involves a joint guarantee, this case must be reported in the box "Legal Status (Joint G'tee Account).

**Central Bank of Kuwait  
Supervision Sector  
Off-site Supervision Department.  
Credit Section**

**Form No. A.M.  
Personal Accounts Form(1/A)**

**Bank / Co: .....**  
**Ref: .....**  
**Date : .....**

<b>Secret No.</b>	<b>Name</b>	<b>Address</b>	<b>Purpose of the Loan or finance</b>	<b>Civil ID No.</b>	<b>Nationality</b>

- Two copies of this form must be sent

Central Bank's Signature

Signature & Seal of the Bank / Company

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**Central Bank of Kuwait  
Supervision Sector  
Off-site Supervision Department.  
Credit Section**

**Statement of Credit Facilities/Financing Transactions  
as at / /  
Form No. A.M.(2)**

**Bank / Co: .....**  
**Date : .....**  
**Page No. : .....**

(1) Secret No.	(2) Type of Facilities/ Financing Transactions Code (*)	(3) Credit Facility or finance Transaction No. (Account No.)	(4) Purpose of the Facilities/ Financing transaction Code (**)	(5) Extended Limits	(6) Balance (***)	(7) Charged interest & Commissions (****)	(8) Granting Date Of the Facilities or Finance	(9) Maturity Date Of the Facilities Or finance	(10) Interest or Discount rate or Percent of Profit	(11) Currency Type	(12) Collaterals		(14) Cuarantor's Secret No.
											Type	Value	

- (\*) Loan, Overdraft, Discounted, papers, Letter of Credit. Issued credit cards, Bank Acceptances, Bank Guarantees, FX Transactions, Murabaha, Musawama, Mudaraba, Musharaka, Ijara, Istisnaa, Other financing transactions.
- (\*\*) Central Bank of Kuwait relevant instructions must be observed when stating the purpose of facilities or finance.
- (\*\*\*) Includes charged interest & commissions on the Credit Facilities and profit margins and shares in case of Islamic financing transactions.
- (\*\*\*\*) Represents Interest & Commissions since Granting or Renewal date of the facilities/financing transactions whether settled or unsettled in case there is more than one statement per account, a separate line will be allocated for each statement.

Signature & Seal of the Bank / Company

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**Central Bank of Kuwait  
Supervision Sector  
Off-site Supervision Department.  
Credit Section**

**Ref: .....**  
**Date : .....**

**Customer Deletion Memorandum  
Form A.M. (4)**

**Manager, Off-Site Supervision Department  
Credit Section**

Please be advised that the below-mentioned customers have been deleted on the dates shown under, and for the reasons mentioned against the secret number of each of them.

<b>Secret No.</b>	<b>Deletion Date</b>	<b>Deletion Reason</b>

Central Bank of Kuwait's instructions must be reviewed before filling-in this form.

Signature & Seal  
of the Bank / Company

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**Central Bank of Kuwait  
Supervision Sector  
Off-site Supervision Department.  
Credit Section**

**Ref: .....**

**Date : .....**

**Enquiry Form  
No. A.M (5)**

Secret No.	
To be filled-in by Central Bank	

**Manager, Off-Site Supervision Department  
Credit Section**

We certify that the below-mentioned customer has approached us with a written application to obtain a finance. Therefore, please advise us of the total credit facilities and financing transactions obtained by him, so that we can evaluate his financial position.

<b>Data of the customer (Borrower/Finance applicant) If there is a secret number, it should be mentioned below, in which case there would be no need to fill other data</b>			
Secret No.	:	.....	
Name in Arabic	:	.....	
Name in Latin	:	.....	
Address	:	.....	
Type of the business	:	.....	
<b>Legal Status</b>	<b>Nationality</b>	<b>Commercial registration</b>	<b>Date of Incorporation</b>
<b>Shareholders Names (In the event of a shareholding company, names of the Chairman, his Deputy, Managing Director and whoever has got the right to borrow / obtain the finance, should be mentioned)</b>			
<b>Name</b>	<b>Civil ID No.</b>	<b>Name</b>	<b>Civil ID No.</b>
1-		7-	
2-		8-	
3-		9-	
4-		10-	
5-		11-	
6-		12-	

Central Bank of Kuwait's relevant instructions should be Reviewed prior to filling-in this form.  
Company

Signature & Seal  
of the Bank /

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**GOVERNOR**

*Rabi Al-Awalr 25, 1429 H*  
*April 2, 2008*

**THE CHAIRMAN,**

**Circular No. (2/BS,IBS,IS,IIS/214/2008)**  
**to all Local Banks and Investment Companies on**  
**“Center of Risks System and Regulations Issued on its Implementation”**

This is made in reference to the Circular dated 22/6/2003, on center of risks system and the rules issued for its implementation.

In light of the periodic review made by Central Bank of Kuwait of the regulatory instructions and controls, **it has been resolved** as follows:

- 1) To increase the minimum for reporting on customers whose data are submitted to Central Bank of Kuwait in accordance with the Center of Risks System, and who obtain credit facilities\* from your bank/company, whether for economic or other purposes (including the issued credit cards), to become: over KD 15,000 instead of over KD 10,000.
- 2) Confirm, in this respect, the contents of the above-mentioned Central Bank of Kuwait's instructions dated 22/6/2003, that the credit facilities data, reported to Central Bank of Kuwait, should include the credits extended by the head office, local and foreign branches, whether the customer is resident or non-resident.
- 3) As for the customers of subsidiaries abroad, reporting to Central Bank of Kuwait shall be limited to the facilities granted to resident customers, in addition to non-resident customers, who have dealings with the Kuwaiti banking and financial system's units, including their local and foreign branches.

\* (Finance Transactions)

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B) Circular No. (2/BS, IBS/IS, IIS/214/2008) on Center of Risks System and its Implementation Instructions.

- 4) No reporting shall be made with regard to facilities granted by subsidiaries abroad to non-resident customers, who have no dealings with the Kuwaiti banking and financial system's units, including their local and foreign branches.

With my best wishes,

**SALEM ABDUL AZIZ AL SABAHI**

**Executive Director**

*Thu Al-Al-Qi'da 20, 1429 H  
December 18, 2008*

**THE GENERAL MANAGER,**

**Circular to all local banks**

Within the framework of the central bank of Kuwait's monitoring of the quality of local banks' credit portfolio and the collaterals submitted against, kindly provide us with a monthly statement for the periods ended 30/9, 31/10, and 30/11/2008, showing the balances of credit facilities (financing transactions) used and the collaterals submitted against them, as per the attached forms (10 tables), uploaded on the attached CD.

These statements should reach us no later than Wednesday, 31/12/2008. In the future, please provide us with these statements, with effect from December 2008, within ten working days from the end of the relevant period for which the statement is prepared, on a CD.

Best regards,

**Dr. Mohammad Yousef Al-Hashel**

**Manager, Off-Site Supervision Department**

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**1- CENTER OF RISKS SYSTEM.**

- C) Circular requesting local banks to provide Central Bank of Kuwait with statements illustrating the quality of credit portfolio and the collaterals submitted against it.

**The Central Bank of Kuwait  
Supervision Sector  
Off-Site Supervision Dept.  
Credit Section**

Table No. (1)

***Total (Cash and Non-Cash) Credit Facilities/Financing Transactions Utilized by Resident Customers  
(Up to KD 10 million per Customer) and the Collaterals Submitted Against them as at / /***

Name of Bank:

(KD 000's)

Description	Credit Facilities fully secured by In-Kind Collaterals*		Credit Facilities Partially secured by In-Kind Collaterals**		Facilities secured by Personal Collaterals	Facilities secured by Assignment of Rights		Non-Secured Facilities	Total	
	Value of Utilized Facilities	Value of Collaterals	Value of Utilized Facilities	Value of Collaterals		Value of Utilized Facilities	Value of Collaterals		Total Facilities	Total Collateral ****
I: Cash Facilities, divided as follows:	1	2	3	4	5	6	7	8	9=(1+3+5+6+8)	10=(2+4)
1 Banks									0	0
2 Investment Cos.									0	0
3 OFI									0	0
4 Oil & Gas Sector									0	0
5 Agriculture & Fisheries Sect.									0	0
6 Industrial Sect.									0	0
7 Construction									0	0
8 Trade and Business Trans									0	0
9 Public Services									0	0
10 Other Services									0	0
11 Real Estate Sector & Real Estate Transactions									0	0
12 Securities Purchase									0	0
13 Personal Sect.									0	0
A. Including consumer loans***									0	0
B. Including installment loans***									0	0
<b>Total Cash Facilities</b>	0	0	0	0	0	0	0	0	0	0
II: Non-Cash Facilities, divided as follows:										0
1 Banks									0	0
2 Investment Cos.									0	0
3 OFI									0	0
4 Oil & Gas Sector									0	0
5 Agriculture & Fisheries Sect.									0	0
6 Industrial Sect.									0	0
7 Construction									0	0
8 Trade and Business Trans									0	0
9 Public Services									0	0
10 Other Services									0	0
11 Real Estate Sector & Real Estate Transactions									0	0
12 Securities Purchase									0	0
13 Personal Sect.									0	0
<b>Total Non-Cash Facilities</b>	0	0	0	0	0	0	0	0	0	0
<b>Total Cash and Non-Cash Facilities</b>	0	0	0	0	0	0	0	0	0	0

\* Secured by 100% and over.

\*\* Secured by less than 100%.

\*\*\* Match with monthly statements supplied by your bank online (Forms M3 and M20) and (CD).

\*\*\*\* According to Tables (9) and (10) attached.

**The Central Bank of Kuwait  
Supervision Sector  
Off-Site Supervision Dept.  
Credit Section**

Table No. (2)

**Total (Cash and Non-Cash) Credit Facilities/Financing Transactions Utilized by Resident Customers  
(over KD 10 million and Up to KD 25 million per Customer) and the Collaterals Submitted Against them as at / /**

Name of Bank:

(KD 000's)

Description	Credit Facilities fully secured by In-Kind Collaterals*		Credit Facilities Partially secured by In-Kind Collaterals**		Facilities secured by Personal Collaterals	Facilities Secured by Assignment of Rights		Non-secured Facilities	Total	
	Value of Utilized Facilities	Value of Collaterals	Value of Utilized Facilities	Value of Collaterals		Value of Utilized Facilities	Value of Collaterals		Total Facilities	Total Collaterals ****
	1	2	3	4	5	6	7	8	9=(1+3+5+6+8)	10=(2+4)
I: Cash Facilities, divided as follows:										
1 Banks									0	0
2 Investment Cos.									0	0
3 OFI									0	0
4 Oil & Gas Sector									0	0
5 Agriculture & Fisheries Sect.									0	0
6 Industrial Sect.									0	0
7 Construction									0	0
8 Trade and Business Trans									0	0
9 Public Services									0	0
10 Other Services									0	0
11 Real Estate Sector & Real Estate Transactions									0	0
12 Securities Purchase									0	0
13 Personal Sect.									0	0
A. Including consumer loans***									0	0
B. Including installment loans***									0	0
<b>Total Cash Facilities</b>	0	0	0	0	0	0	0	0	0	0
II: Non-Cash Facilities, divided as follows:										
1 Banks									0	0
2 Investment Cos.									0	0
3 OFI									0	0
4 Oil & Gas Sector									0	0
5 Agriculture & Fisheries Sect.									0	0
6 Industrial Sect.									0	0
7 Construction									0	0
8 Trade and Business Trans									0	0
9 Public Services									0	0
10 Other Services									0	0
11 Real Estate Sector & Real Estate Transactions									0	0
12 Securities Purchase									0	0
13 Personal Sect.									0	0
<b>Total Non-Cash Facilities</b>	0	0	0	0	0	0	0	0	0	0
<b>Total Cash and Non-Cash Facilities</b>	0	0	0	0	0	0	0	0	0	0

\* Secured by 100% and over.

\*\* Secured by less than 100%.

\*\*\* Match with monthly statements supplied by your bank online (Forms M3 and M20) and (CD).

\*\*\*\* According to Tables (9) and (10) attached.

1- CENTER OF RISKS SYSTEM. C) Circular requesting local banks to provide Central Bank of Kuwait with statements illustrating the quality of credit portfolio and the collaterals submitted against it.

**The Central Bank of Kuwait  
Supervision Sector  
Off-Site Supervision Dept.  
Credit Section**

Table No. (3)

**Total (Cash and Non-Cash) Credit Facilities/Financing Transactions Utilized by Resident Customers  
(over KD 25 million and Up to KD 50 million per Customer) and the Collaterals Submitted Against them as at / /**

Name of Bank:

(KD 000's)

Description	Credit Facilities fully secured by In-Kind Collaterals*		Credit Facilities Partially secured by In-Kind Collaterals**		Facilities secured by Personal Collaterals	Facilities secured by Assignment of Rights		Non-secured Facilities	Total	
	Value of Utilized Facilities	Value of Collaterals	Value of Utilized Facilities	Value of Collaterals		Value of Utilized Facilities	Value of Collaterals		Total Facilities	Total Collaterals****
I: Cash Facilities, divided as follows:										
1	2	3	4	5	6	7	8	9=(1+3+5+6+8)	10=(2+4)	
Banks								0	0	
Investment Cos.								0	0	
OFI								0	0	
Oil & Gas Sector								0	0	
Agriculture & Fisheries Sect.								0	0	
Industrial Sect.								0	0	
Construction								0	0	
Trade and Business Trans								0	0	
Public Services								0	0	
Other Services								0	0	
Real Estate Sector & Real Estate Transactions								0	0	
Securities Purchase								0	0	
Personal Sect.								0	0	
A. Including consumer loans***								0	0	
B. Including installment loans***								0	0	
<b>Total Cash Facilities</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
II: Non-Cash Facilities, divided as follows:										
1	2	3	4	5	6	7	8	9	10	
Banks								0	0	
Investment Cos.								0	0	
OFI								0	0	
Oil & Gas Sector								0	0	
Agriculture & Fisheries Sect.								0	0	
Industrial Sect.								0	0	
Construction								0	0	
Trade and Business Trans								0	0	
Public Services								0	0	
Other Services								0	0	
Real Estate Sector & Real Estate Transactions								0	0	
Securities Purchase								0	0	
Personal Sect.								0	0	
<b>Total Non-Cash Facilities</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total Cash and Non-Cash Facilities</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

\* Secured by 100% and over.

\*\* Secured by less than 100%.

\*\*\* Match with monthly statements supplied by your bank online (Forms M3 and M20) and (CD).

\*\*\*\* According to Tables (9) and (10) attached.

1-CENTER OF RISKS SYSTEM. Circular requesting local banks to provide Central Bank of Kuwait with statements illustrating the quality of credit portfolio and the collaterals submitted against it.

CHAPTER TWO : The Law, Supervisory & Regulatory Instructions & Controls.

**The Central Bank of Kuwait  
Supervision Sector  
Off-Site Supervision Dept.  
Credit Section**

Table No. (4)

**Total (Cash and Non-Cash) Credit Facilities/Financing Transactions Utilized by Resident Customers  
(over KD 50 million) and the Collaterals Submitted Against them as at / /**

Name of Bank:

(KD 000's)

Description	Credit Facilities fully Secured by In-Kind Collaterals*		Credit Facilities Partially secured by In-Kind Collaterals**		Facilities Secured by Personal Collaterals	Facilities secured by Assignment of Rights		Non-secured Facilities	Total	
	Value of Utilized Facilities	Value of Collaterals	Value of Utilized Facilities	Value of Collaterals		Value of Utilized Facilities	Value of Collaterals		Total Facilities	Total Collaterals****
	1	2	3	4	5	6	7	8	9=(1+3+5+6+8)	10=(2+4)
I: Cash Facilities, divided as follows:										
1 Banks									0	0
2 Investment Cos.									0	0
3 OFI									0	0
4 Oil & Gas Sector									0	0
5 Agriculture & Fisheries Sect.									0	0
6 Industrial Sect.									0	0
7 Construction									0	0
8 Trade and Business Trans									0	0
9 Public Services									0	0
10 Other Services									0	0
11 Real Estate Sector & Real Estate Transactions									0	0
12 Securities Purchase									0	0
13 Personal Sect.									0	0
A. Including consumer loans***									0	0
B. Including installment loans***									0	0
<b>Total Cash Facilities</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
II: Non-Cash Facilities, divided as follows:										
1 Banks									0	0
2 Investment Cos.									0	0
3 OFI									0	0
4 Oil & Gas Sector									0	0
5 Agriculture & Fisheries Sect.									0	0
6 Industrial Sect.									0	0
7 Construction									0	0
8 Trade and Business Trans									0	0
9 Public Services									0	0
10 Other Services									0	0
11 Real Estate Sector & Real Estate Transactions									0	0
12 Securities Purchase									0	0
13 Personal Sect.									0	0
<b>Total Non-Cash Facilities</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total Cash and Non-Cash Facilities</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

\* Secured by 100% and over.

\*\* Secured by less than 100%.

\*\*\* Match with monthly statements supplied by your bank online (Forms M3 and M20) and (CD).

\*\*\*\* According to Tables (9) and (10) attached.

**The Central Bank of Kuwait  
Supervision Sector  
Off-Site Supervision Dept.  
Credit Section**

Table No. (5)

**Total (Cash and Non-Cash) Credit Facilities/Financing Transactions Utilized by Non-Resident Customers  
(Up to KD 10 million per Customer) and the Collaterals Submitted Against them as at / /**

Name of Bank:

(KD 000's)

Description	Credit Facilities fully Secured by In-Kind Collaterals*		Credit Facilities Partially Secured by In-Kind Collaterals**		Facilities Secured by Personal Collaterals	Facilities Secured by Assignment of Rights		Non-Secured Facilities	Total	
	Value of Utilized Facilities	Value of Collaterals	Value of Utilized Facilities	Value of Collaterals		Value of Utilized Facilities	Value of Collaterals		Total Facilities	Total Collaterals ****
I: Cash Facilities, divided as follows:	1	2	3	4	5	6	7	8	9=(1+3+5+6+8)	10=(2+4)
1 Banks									0	0
2 Investment Cos.									0	0
3 OFI									0	0
4 Oil & Gas Sector									0	0
5 Agriculture & Fisheries Sect.									0	0
6 Industrial Sect.									0	0
7 Construction									0	0
8 Trade and Business Trans									0	0
9 Public Services									0	0
10 Other Services									0	0
11 Real Estate Sector & Real Estate Transactions									0	0
12 Securities Purchase									0	0
13 Personal Sect.									0	0
A. Including consumer loans***									0	0
B. Including installment loans***									0	0
<b>Total Cash Facilities</b>	0	0	0	0	0	0	0	0	0	0
II: Non-Cash Facilities, divided as follows:										
1 Banks									0	0
2 Investment Cos.									0	0
3 OFI									0	0
4 Oil & Gas Sector									0	0
5 Agriculture & Fisheries Sect.									0	0
6 Industrial Sect.									0	0
7 Construction									0	0
8 Trade and Business Trans									0	0
9 Public Services									0	0
10 Other Services									0	0
11 Real Estate Sector & Real Estate Transactions									0	0
12 Securities Purchase									0	0
13 Personal Sect.									0	0
<b>Total Non-Cash Facilities</b>	0	0	0	0	0	0	0	0	0	0
<b>Total Cash and Non-Cash Facilities</b>	0	0	0	0	0	0	0	0	0	0

\* Secured by 100% and over.

\*\* Secured by less than 100%.

\*\*\* Match with monthly statements supplied by your bank online (Forms M3 and M20) and (CD).

\*\*\*\* According to Tables (9) and (10) attached.

1- CENTER OF RISKS SYSTEM. C) Circular requesting local banks to provide Central Bank of Kuwait with statements illustrating the quality of credit portfolio and the collaterals submitted against it.

**The Central Bank of Kuwait  
Supervision Sector  
Off-Site Supervision Dept.  
Credit Section**

Table No. (6)

**Total (Cash and Non-Cash) Credit Facilities/Financing Transactions Utilized by Non-Resident Customers  
(Over KD 10 million and up to KD 25 million per Customer) and the Collaterals Submitted Against them as at / /**

(KD 000's)

Name of Bank:

Description	Credit Facilities fully Secured by In-Kind Collaterals*		Credit Facilities Partially Secured by In-Kind Collaterals**		Facilities Secured by Personal Collaterals	Facilities Secured by Assignment of Rights		Non-Secured Facilities	Total	
	Value of Utilized Facilities	Value of Collaterals	Value of Utilized Facilities	Value of Collaterals		Value of Utilized Facilities	Value of Collaterals		Total Facilities	Total Collaterals ****
	1	2	3	4	5	6	7	8	9=(1+3+5+6+8)	10=(2+4)
I: Cash Facilities, divided as follows:										
1 Banks									0	0
2 Investment Cos.									0	0
3 OFI									0	0
4 Oil & Gas Sector									0	0
5 Agriculture & Fisheries Sect.									0	0
6 Industrial Sect.									0	0
7 Construction									0	0
8 Trade and Business Trans									0	0
9 Public Services									0	0
10 Other Services									0	0
11 Real Estate Sector & Real Estate Transactions									0	0
12 Securities Purchase									0	0
13 Personal Sect.									0	0
A. Including consumer loans***									0	0
B. Including installment loans***									0	0
<b>Total Cash Facilities</b>	0	0	0	0	0	0	0	0	0	0
II: Non-Cash Facilities, divided as follows:										
1 Banks									0	0
2 Investment Cos.									0	0
3 OFI									0	0
4 Oil & Gas Sector									0	0
5 Agriculture & Fisheries Sect.									0	0
6 Industrial Sect.									0	0
7 Construction									0	0
8 Trade and Business Trans									0	0
9 Public Services									0	0
10 Other Services									0	0
11 Real Estate Sector & Real Estate Transactions									0	0
12 Securities Purchase									0	0
13 Personal Sect.									0	0
<b>Total Non-Cash Facilities</b>	0	0	0	0	0	0	0	0	0	0
<b>Total Cash and Non-Cash Facilities</b>	0	0	0	0	0	0	0	0	0	0

\* Secured by 100% and over.

\*\* Secured by less than 100%.

\*\*\* Match with monthly statements supplied by your bank online (Forms M3 and M20) and (CD).

\*\*\*\* According to Tables (9) and (10) attached.

1- CENTER OF RISKS SYSTEM.  
C) Circular requesting local banks to provide Central Bank of Kuwait with statements illustrating the quality of credit portfolio and the collaterals submitted against it.

**The Central Bank of Kuwait  
Supervision Sector  
Off-Site Supervision Dept.  
Credit Section**

Table No. (7)

**Total (Cash and Non-Cash) Credit Facilities/Financing Transactions Utilized by Non-Resident Customers  
(over KD 25 million and up to KD 50 million) and the Collaterals Submitted Against them as at / /**

Name of Bank:

(KD 000's)

Description	Credit Facilities fully Secured by In-Kind Collaterals*		Credit Facilities Partially Secured by In-Kind Collaterals**		Facilities Secured by Personal Collaterals	Facilities Secured by Assignment of Rights		Non-Secured Facilities	Total	
	Value of Utilized Facilities	Value of Collaterals	Value of Utilized Facilities	Value of Collaterals		Value of Utilized Facilities	Value of Collaterals		Total Facilities	Total Collaterals****
	1	2	3	4	5	6	7	8	9=(1+3+5+6+8)	10=(2+4)
I: Cash Facilities, divided as follows:										
1 Banks									0	0
2 Investment Cos.									0	0
3 OFI									0	0
4 Oil & Gas Sector									0	0
5 Agriculture & Fisheries Sect.									0	0
6 Industrial Sect.									0	0
7 Construction									0	0
8 Trade and Business Trans									0	0
9 Public Services									0	0
10 Other Services									0	0
11 Real Estate Sector & Real Estate Transactions									0	0
12 Securities Purchase									0	0
13 Personal Sect.									0	0
A. Including consumer loans***									0	0
B. Including installment loans***									0	0
<b>Total Cash Facilities</b>	0	0	0	0	0	0	0	0	0	0
II: Non-Cash Facilities, divided as follows:										
1 Banks									0	0
2 Investment Cos.									0	0
3 OFI									0	0
4 Oil & Gas Sector									0	0
5 Agriculture & Fisheries Sect.									0	0
6 Industrial Sect.									0	0
7 Construction									0	0
8 Trade and Business Trans									0	0
9 Public Services									0	0
10 Other Services									0	0
11 Real Estate Sector & Real Estate Transactions									0	0
12 Securities Purchase									0	0
13 Personal Sect.									0	0
<b>Total Non-Cash Facilities</b>	0	0	0	0	0	0	0	0	0	0
<b>Total Cash and Non-Cash Facilities</b>	0	0	0	0	0	0	0	0	0	0

\* Secured by 100% and over.

\*\* Secured by less than 100%.

\*\*\* Match with monthly statements supplied by your bank online (Forms M3 and M20) and (CD).

\*\*\*\* According to Tables (9) and (10) attached.

I- CENTER OF RISKS SYSTEM. C) Circular requesting local banks to provide Central Bank of Kuwait with statements illustrating the quality of credit portfolio and the collaterals submitted against it.

**The Central Bank of Kuwait  
Supervision Sector  
Off-Site Supervision Dept.  
Credit Section**

Table No. (8)

**Total (Cash and Non-Cash) Credit Facilities/Financing Transactions Utilized by Non- Resident Customers  
(Over KD 50 million) and the Collaterals Submitted Against them as at / /**

Name of Bank:

(KD 000's)

Description	Credit Facilities fully Secured by In-Kind Collaterals*		Credit Facilities Partially Secured by In-Kind Collaterals**		Facilities Secured by Personal Collaterals	Facilities Secured by Assignment of Rights		Non-Secured Facilities	Total	
	Value of Utilized Facilities	Value of Collaterals	Value of Utilized Facilities	Value of Collaterals		Value of Utilized Facilities	Value of Collaterals		Total Facilities	Total Collaterals****
	1	2	3	4	5	6	7	8	9=(1+3+5+6+8)	10=(2+4)
I: Cash Facilities, divided as follows:										
1 Banks									0	0
2 Investment Cos.									0	0
3 OFI									0	0
4 Oil & Gas Sector									0	0
5 Agriculture & Fisheries Sect.									0	0
6 Industrial Sect.									0	0
7 Construction									0	0
8 Trade and Business Trans									0	0
9 Public Services									0	0
10 Other Services									0	0
11 Real Estate Sector & Real Estate Transactions									0	0
12 Securities Purchase									0	0
13 Personal Sect.									0	0
A. Including consumer loans***									0	0
B. Including installment loans***									0	0
<b>Total Cash Facilities</b>	0	0	0	0	0	0	0	0	0	0
II: Non-Cash Facilities, divided as follows:										
1 Banks									0	0
2 Investment Cos.									0	0
3 OFI									0	0
4 Oil & Gas Sector									0	0
5 Agriculture & Fisheries Sect.									0	0
6 Industrial Sect.									0	0
7 Construction									0	0
8 Trade and Business Trans									0	0
9 Public Services									0	0
10 Other Services									0	0
11 Real Estate Sector & Real Estate Transactions									0	0
12 Securities Purchase									0	0
13 Personal Sect.									0	0
<b>Total Non-Cash Facilities</b>	0	0	0	0	0	0	0	0	0	0
<b>Total Cash and Non-Cash Facilities</b>	0	0	0	0	0	0	0	0	0	0

\* Secured by 100% and over.

\*\* Secured by less than 100%.

\*\*\* Match with monthly statements supplied by your bank online (Forms M3 and M20) and (CD).

\*\*\*\* According to Tables (9) and (10) attached.

**The Central Bank of Kuwait  
Supervision Sector  
Off-Site Supervision Department  
Credit Section**

Table No. (9)

**Total Values of Collaterals Submitted Against Cash Credit Facilities  
Utilized by Resident and Non-Resident Customers  
For the Period Ended / /**

Name of Bank:

(KD 000's)

No.	Type of Collateral	In-Kind Collaterals Covering Facilities by 100% and Over		In-Kind Collaterals Covering Facilities by Less than 100%		Total Value of Collaterals	
		Resident Customers *	Non-Resident Customers **	Resident Customers ***	Non-Resident Customers ****	Resident Customers	Non-Resident Customers
1	Government Guarantees					0	0
2	Guarantees from Banks					0	0
3	Kuwaiti Shares					0	0
4	Non-Kuwaiti Shares					0	0
5	Initial Bonds					0	0
6	KD Bills					0	0
7	FC Bills					0	0
8	KD Bonds					0	0
9	FC Bonds					0	0
10	Buildings					0	0
11	Land					0	0
12	Ships					0	0
13	Projects					0	0
14	Equipment					0	0
15	Goods					0	0
16	Gold					0	0
17	Commercial Papers					0	0
18	KD CD's					0	0
19	FC CD's					0	0
20	Deposits					0	0
21	Int'l Inst. Guarantees					0	0
22	Doc. Credits					0	0
23	Other Collaterals					0	0
24	Airplanes					0	0
25	Others					0	0
<b>Total</b>		0	0	0	0	0	0

- \* Match with total value of collaterals on column (2) for totally guaranteed cash credit facilities of resident customers on Tables (1, 2, 3 and 4).
- \*\* Match with total value of collaterals on column (2) for totally guaranteed cash credit facilities of non-resident customers on Tables (5, 6, 7 and 8).
- \*\*\* Match with total value of collaterals on column (4) for partially guaranteed cash credit facilities of non-resident customers on Tables (1, 2, 3 and 4).
- \*\*\*\* Match with total value of collaterals on column (4) for partially guaranteed cash credit facilities of non-resident customers on Tables (5, 6, 7 and 8).

**1- CENTER OF RISKS SYSTEM.**

- C) Circular requesting local banks to provide Central Bank of Kuwait with statements illustrating the quality of credit portfolio and the collaterals submitted against it.

**The Central Bank of Kuwait  
Supervision Sector  
Off-Site Supervision Department  
Credit Section**

Table No. (10)

**Total Values of Collaterals Submitted Against Non-Cash Credit Facilities  
Utilized by Resident and Non-Resident Customers  
For the Period Ended / /**

Name of Bank:

(KD 000's)

No	Type of Collateral	In-Kind Collaterals Covering Facilities by 100% and Over		In-Kind Collaterals Covering Facilities by Less than 100%		Total Value of Collaterals	
		Resident Customers *	Non-Resident Customers **	Resident Customers ***	Non-Resident Customers ****	Resident Customers	Non-Resident Customers
1	Government Guarantees					0	0
2	Guarantees from Banks					0	0
3	Kuwaiti Shares					0	0
4	Non-Kuwaiti Shares					0	0
5	Initial Bonds					0	0
6	KD Bills					0	0
7	FC Bills					0	0
8	KD Bonds					0	0
9	FC Bonds					0	0
10	Buildings					0	0
11	Land					0	0
12	Ships					0	0
13	Projects					0	0
14	Equipment					0	0
15	Goods					0	0
16	Gold					0	0
17	Commercial Papers					0	0
18	KD CD's					0	0
19	FC CD's					0	0
20	Deposits					0	0
21	Int'l Inst. Guarantees					0	0
22	Doc. Credits					0	0
23	Other Collaterals					0	0
24	Airplanes					0	0
25	Others					0	0
<b>Total</b>		0	0	0	0	0	0

- \* Match with total value of collaterals on column (2) for totally guaranteed cash credit facilities of resident customers on Tables (1, 2, 3 and 4).
- \*\* Match with total value of collaterals on column (2) for totally guaranteed cash credit facilities of non-resident customers on Tables (5, 6, 7 and 8).
- \*\*\* Match with total value of collaterals on column (4) for partially guaranteed cash credit facilities of non-resident customers on Tables (1, 2, 3 and 4).
- \*\*\*\* Match with total value of collaterals on column (4) for partially guaranteed cash credit facilities of non-resident customers on Tables (5, 6, 7 and 8).

**1- CENTER OF RISKS SYSTEM.**

- C) Circular requesting local banks to provide Central Bank of Kuwait with statements illustrating the quality of credit portfolio and the collaterals submitted against it.

**GOVERNOR**

*Thu Al-Hijja 30, 1429 H  
December 28, 2008*

**THE CHAIRMAN,**

**Circular to all local banks**

Kindly provide the central bank of Kuwait with statements on the debts of customers whose debts exceed KD 1 million each, by economic activity. The statements should cover the name of debtor, debt balance and category (regular, irregular), and collaterals against the debt according to the latest valuation thereof. The statement should be in accordance with the attached table. In case no collaterals are taken, or in case of partial collaterals, justifications thereof should be given.

Data of the attached table should be completed on the basis of the status as of 31/12/2008. the central bank of Kuwait should be provided with this table, accompanied with your bank's financial statements for 2008. the central bank of Kuwait should also be provided, no later than ten working days from the end of the month for which the required statement is prepared, and until further notice, with this table on a monthly basis.

With my best wishes,

**SALEM ABDUL AZIZ AL SABAHA**

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**1- CENTER OF RISKS SYSTEM.**

- D) Circular requesting local banks to provide Central Bank of Kuwait with data on the debts of customers whose debts exceed KD 1 million each, by economic activity sector.

**Data of Customers Whose Debts Exceed KD 1 Million Each  
By Economic Activity  
As of / /**

(KD 000's)

Description	Name of Debtor	Secret No.	Debt Balance	Existing Collaterals				Debt Category				Justifications of not taking collaterals or taking partial collaterals against the debt	
				Type	Value	% of Coverage	Date of last valuation	Regular	Irregular				
									Monitor	Sub Standard	Doubtful		Bad
I: Oil and Gas Sector													
Total (I)													
II: Agriculture & Fisheries													
Total (II)													
III: Industrial													
Total (III)													
IV: Construction													
Total (IV)													
V: Trade and Business													
Total (V)													
VI: Public Services													
Total (VI)													
VII: Other Services													
Total (VII)													
VIII: Personal													
Total (VIII)													
IX: Real Estate													
Total (IX)													
X: Financial Institutions													
Total (X)													
XI: Securities Purchase													
Total (XI)													
<b>Total Sectors</b>													

**1- CENTER OF RISKS SYSTEM.**

D) Circular requesting local banks to provide Central Bank of Kuwait with data on the debts of customers whose debts exceed KD 1 million each, by economic activity sector.