

18 / 2 / 2003**Circular No. (27)****Issued on 18/ 2/ 2003**

Chairman of the Board

Bank:

Dear Sir:

In the light of the review made by the Authority as regards the custodians system promulgated by Decree No. 7 of 2002 concerning controls and conditions of banks licensed to engage in the business of custodians,

Please be advised of the following:

- I. The Authority Board of Directors issued on 8/ 1/ 2003 amending the fourth article of the above-mentioned decree to be as follows:

“An applicant for a license to practice the activity of custodians must get insurance coverage against commercial and non-commercial professional liability, and risks of losing, damaging, or theft of clients’ documents or money, using the insurance method that must be approved by the Authority.”

II. You are kindly requested to promptly provide the Authority with the following:

- (1) a certified statement of the amount of securities deposited at the bank on 1/ 1/ 2003 pursuant to the third article of the Authority Board of Directors’ Decree No. 7 of 2002, in addition to a statement of total securities the bank intends to keep books for from 1/ 1/ 2003 to 31/ 12/ 2003.
- (2) Evidence of the coming into effect of the approval of the Central Bank of Egypt for the bank to engage in the practice of custodians according to the first article of the said decree.

Dr. Ahmed Saad Abd Al-Latif

Head, Market Operations Sector