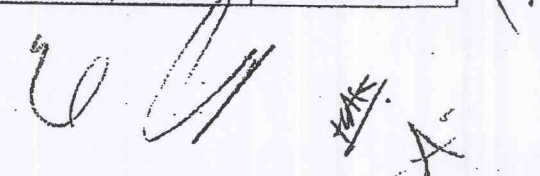


INVESTMENT DAR BANK B.S.C.(c)

**INVESTMENT & CREDIT APPROVAL AUTHORITY
DELEGATED APPROVAL AUTHORITY**

	LEVEL	I	II	III
	APPROVING AUTHORITY	BOD	EXCOM	CEO
EXPOSURE TYPE				
1. INVESTMENTS				
<ul style="list-style-type: none"> Proprietary Investments (bank's own capital only) without fiduciary responsibility, in Private and Public equity, real estate and mutual funds. (*pl see notes for Country and sector limits) 		Above 15% of Bank's Capital Base	Up to 15% of Bank's Capital Base	Upto 2.5% of the Bank's Capital Base
<ul style="list-style-type: none"> Investments, where the Bank has control of the investment and has fiduciary responsibility on account of restricted account exposure, in Private and Public equity, real estate and mutual equity funds (total investment-fiduciary client funds plus bank's proprietary investment) 		To be decided by BOD	-	-
<ul style="list-style-type: none"> Establishment of SPVs for holding approved investments 		-	-	NL
<ul style="list-style-type: none"> Establishment of Subsidiaries 		Investment in equity of Subsidiaries - To be decided by BOD	-	-
<ul style="list-style-type: none"> EXIT FROM INVESTMENTS 		Exit Price less than approved target	Exit Price equal to or more than approved target	-
2. ASSET MANAGEMENT				
<ul style="list-style-type: none"> Setting up Mutual Funds and Deposit Programmes (for investment in listed/ private equities, specialized asset and risk classes, packaged investment products, liquidity management programmes, etc) 		Individual Fund size - To be decided by BOD	-	-
<ul style="list-style-type: none"> Assets Under Management (including restricted investments) -- Aggregate outstanding limits 		Annual AUM Outstanding limit above 5 times Bank's Capital Base	Annual AUM Outstanding limit upto 5 times Bank's Capital Base	-
3. CREDIT/COUNTERPARTY#				
<ul style="list-style-type: none"> Single Party Limit for Short Term Exposure (up to 1 year) to Banks, Financial 		Annual limit above 15% of Bank's Capital Base	Annual limit up to 15% of Bank's Capital Base	Up to 2.5% of the Bank's



Institutions and Money market investments - New Business and Renewal (proprietary and with fiduciary responsibility)			Capital Base
• Single Party Limit for Short Term Exposure (up to 1 year) to Non Banks, corporates and others (New Business and Renewal)	Above 15% of the Bank's Capital Base	Up to 15% of the Bank's Capital Base	-
• Medium Term Exposure (1-3 years) to Banks and Financial Institutions	Above 5% of the Bank's Capital Base	Up to 5% of the Bank's Capital Base	-
• Temporary Excess in Short Term Exposure to Banks and Financial Institutions (up to 3 months)	NL	Upto 10% of approved limit	-
• Sovereign Exposure limits*		NL	-
• Single Party Limit for Availing Facilities (up to 2 years) from Banks, Financial Institutions, Non Banks, corporate and others - New Limits and Renewal	Annual limit above 15% of Bank's Capital Base	Annual limit up to 15% of Bank's Capital Base	Up to 2% of the Bank's Capital Base
4. Expenses of SPVS AND PROJECTS			
• Start up expenses, prior to private placement and raising of funds (Based on Budget) to be transferred to the SPV/ Project in due course		Above USD 1,000,000 per SPV/ Project	Up to USD 1,000,000 per SPV/ Project
5. EXPOSURE TO CONNECTED PARTIES	As per limits above subject to rules of regulatory authorities		
6. Entering into contracts with consultants, brokers, other expert service providers and intermediaries in relation to approved investments			NL

NOTES:

- NL – No Limit on approving authority
- Exposure means Group Exposure of the Bank and its subsidiaries
- Capital Base means Shareholders' Equity as defined by Central Bank of Bahrain (CBB)
- All authority subject to limits imposed by CBB
- Quarterly update on all decisions taken by Level III and Level II to be submitted to Level I for information
- All authority to be exercised in accordance with the procedure(s) and subject to required review by respective committees and departments.
- # = transactions based on Bank's internal policy regarding Counterparty's credit rating
- *For Sector and Geography limits please refer to the Bank's "Large Exposure and Concentration Policy"
- Definition of Single Party: Single party or group of related parties direct or indirect or controlled by the single party.