

**Announcement of Disciplinary Resolution issued on behalf of
Bahrain Bourse Disciplinary Board rendered in violation (2/2020)**

Bahrain Bourse hereby announces the Disciplinary Board's decision rendered in violation number (2/2020) logged against:

Broker Bank of Bahrain and Kuwait B.S.C.

Issued penalties:

- 1- Warning letter is addressed and financial penalty of Three Thousand (3,000) Bahraini Dinars.
- 2- Warning letter is addressed and financial penalty of Two Thousand (2,000) Bahraini Dinars.

Violations (in sequence according to above penalties):

- 1- Repetition of not maintaining complete and accurate records and audit trails (recorded phone calls) related to transactions done by the broker in Bahrain Bourse which is considered a violation of Bahrain Bourse Market Rules – Clause 4.1.1(1).
- 2- Repetition of not exercising utmost duty of care, at the time of receiving and entering clients orders, and not informing the clients that such orders are considered in violation of Bahrain Bourse rules, and clause (3.10.20 "Marking the Close") stated in Central Bank of Bahrain's Rulebook - Volume 6.

In this regard, Bahrain Bourse emphasizes the implementation of the Bourse's rules and bylaws on all concerned parties, and urges them to comply with these rules in order to promote investors' confidence, create a sound investment environment, and implement the rules and bylaws according to the principles of fairness, transparency, and integrity.