

RULES

Amending the Rules on the Treatment of Króna-Denominated Assets Subject to Special Restrictions, no. 425/2016, with subsequent amendments

Article 1

Article 5 shall be amended to include a new paragraph, Paragraph 2, which shall read as follows:
The Central Bank of Iceland is not considered the owner of electronically registered securities in administrative accounts. Administrative accounts do not confer voting rights at shareholders' meetings.

Article 2

The following amendments shall be made to Article 7 of the Rules:

- a. The following shall be inserted after the words "Upon transferring the electronically registered securities" in Paragraph 1: pursuant to Article 5, Paragraph 1 of the Act on the Treatment of Króna-Denominated Assets Subject to Special Restrictions,
- b. A new paragraph, Paragraph 4, shall be added, and it shall read as follows:
If a custodian relies on information from a third party, cf. the authorisation in Article 16 of the Act on Measures to Prevent Money Laundering and Terrorist Financing, it is sufficient that the custodian provide the Bank with a statement to this effect, which shall take the place of the statement provided for in Paragraph 1.

Article 3

Article 8 is deleted.

Article 4

A new Article, Article 14, shall be inserted after Article 13, and shall read as follows, and the numbering of other Articles shall change accordingly:

Implementation of custodianship of administrative accounts

The Central Bank of Iceland will receive payments from individual issuers of electronically registered securities on behalf of custodians, including dividend payments, if the custodian so requests.

The Central Bank of Iceland holds electronically registered securities in administrative accounts separate from its own assets. The same applies to payments in connection with such securities according to Paragraph 1.

Article 5

Ministerial approval

These Rules have been approved by the Minister of Finance and Economic Affairs, and the approval is published as an attachment to these Rules.

Article 6

Entry into force, etc.

These Rules, which are set in accordance with the authorisation contained in Article 25, Paragraph 2 of Act no. 37/2016, shall enter into force immediately.

Reykjavík, 18 November 2016
Central Bank of Iceland

Arnór Sighvatsson
Deputy Governor

Guðmundur Sigbergsson
Acting Director, Capital Controls Surveillance Unit

Attachment

Ministerial approval

With reference to the second sentence of Article 25, Paragraph 2 of the Act on the Treatment of Króna-Denominated Assets Subject to Special Restrictions, no. 37/2016, the Minister of Finance and Economic Affairs has approved the Central Bank of Iceland Rules Amending Rules no. 425/2016 on the Treatment of Króna-Denominated Assets Subject to Special Restrictions, with subsequent amendments.

Ministry of Finance and Economic Affairs, 18 November 2016

on behalf of the Minister

Guðrún Þorleifsdóttir

Guðmundur Kári Kárasón