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Commission Appointments

Commission Members

(as at 31 March 2002)

	Date of Original Appointment
Mr Martin Fuggle	1 September 1998
Mr Mark Boleat FCIB	30 September 2000
Sir John Caines KCB	30 May 1995
Mr James Galliano MBE, FCA	30 July 1999
Mr Francis Isola FCA	1 October 1997
Dr Oonagh McDonald CBE	30 April 1999
Mr Terrence Mathews CBE	31 March 1995
Mr James Neish QC	31 July 2000

Officers

(as at 31 March 2002)

Commissioner	Mr Martin Fuggle
Deputy Commissioner and Insurance Supervisor	Mr Jim Costin
Deputy Commissioner and Investment Services Supervisor	Mr Brian Morris
Banking Supervisor	Mr David Parody
Controlled Activities Supervisor	Mr Kieran Power
Financial Controller and Assistant Insurance Supervisor	Mr Norman Ritchie
Assistant Supervisor (Investment Services and Controlled Activities)	Ms Heidi Almeida

Commissioner's Report

It has been another extremely busy year for the FSC. In last year's report I had highlighted a number of international initiatives, many of which had as their principal component external assessment of the supervisory arrangements in jurisdictions.

International Monetary Fund ('IMF')

The leading example of external assessment was that conducted by IMF on Gibraltar in May 2001. Gibraltar was the second offshore jurisdiction to be reviewed by the IMF under its Module 2 programme.

The review of Gibraltar was published, with the agreement of the IMF and the Government of Gibraltar, in March 2002. It contains a thorough assessment of the jurisdiction against all the relevant international supervisory standards. It is a very comprehensive and considered overall assessment of this jurisdiction. Attached as appendices to this section of this year's Annual Report are copies of the Executive Summary of the IMF Review; and the Government's and the Commission's collective response to recommendations made by the IMF. The full text of the IMF Report is available through the FSC's website www.fsc.gi.

It should be noted that the IMF concluded, inter alia, that -

- The Commission carries out its duties diligently;
- The Commission has intimate knowledge of the institutions under its supervision;
- There is general acknowledgement of the Commission's professional approach;
- Supervision is generally effective and thorough;
- The Commission ranks as a well-developed supervisor;
- The regulatory regime across the industry meets most international standards and accords with best practice.

The Commission is of course delighted by the findings. The independent team of assessors essentially has confirmed what we believed we had achieved through continuous effort over a number of years. The review covered all of the

areas for which we have a supervisory responsibility - banking; insurance; investment services and 'controlled activities' (i.e. supervision of those providing company management and trust services). For the first three sectors, we were assessed respectively against the Core Principles and standards of the Basle Committee on Banking Supervision ('Basle'), the International Association of Insurance Supervisors ('IAIS') and the International Organisation of Securities Commissions ('IOSCO'). For the last area ('controlled activities'), the IMF acknowledges that we were one of the first jurisdictions to have introduced regulation and supervision of the trust and company management service providers and that we are in the forefront of development of good practice.

We are addressing the comparatively few areas where the IMF has suggested a need for improvement. We have for example recruited extra regulatory and enforcement staff and are introducing a greater degree of 'on-site' supervision across all the sectors in line with international developments and expectations. The need for additional expertise and capacity is being kept under constant review. We have however, to be able to train and absorb new personnel at a sensible pace.

Financial Action Task Force ('FATF')

The second external review was that of Gibraltar's anti-money laundering arrangements conducted in April 2001. This was an assessment against the FATF Recommendations and was carried out under the auspices of the Offshore Group of Banking Supervisors ('OGBS'), of which the Commission is a member. There has been some delay in getting the report written and processed, mainly because the co-ordinator of the review team was based in the USA and had been diverted on to other duties following the events of 11th September 2001. The delay has been very unfortunate but publication should be fairly imminent. We do not anticipate there being any major issues arising. Once released, it will be our intention to place the assessment on the Commission's website www.fsc.gi.

It should be stressed that the anti-money-laundering arrangements that are in place in Gibraltar have historically mirrored those in the UK. It should be noted too that the IMF review included an assessment of the anti-money-laundering arrangements in so far as they relate to the Core Principles of Basle, IAIS and IOSCO, and that the IMF team concluded that the measures in place were effective. In July 2002, changes to our Guidance Notes and arrangements were made in order to keep pace with developing best international practice. Those changes are described in more detail elsewhere in this report.

Fees Changes

In my report last year, I had flagged the need for revision of the Regulations governing fees payable to the Commission by licensees. The Government has promulgated new fee regulations, which essentially came into effect from 7th March 2002. These will have the effect of reducing the level of subvention the Commission receives from Government, further underlining the independence of the Commission.

Enforcement

I spoke earlier about additional enforcement capacity. Over the last couple of years we have seen a growth in attempted illegal investment activity by persons based outside Gibraltar. In the investment services section of this report there is greater detail of the nature of such activity. The gullibility of members of the public for such scams is quite remarkable. I would urge everybody to undertake some basic due diligence/ask themselves some fundamental questions.

- Who am I dealing with?
- Is the intermediary licensed? (Most regulatory authorities, including the Commission, have websites where names can be checked or they will respond to telephone enquiries seeking that basic information.)
- Why is the intermediary wanting to deal with me?
- Is the investment reward 'too good to be true'?

Working Group on Trust and Company Service Providers

I mentioned earlier that the IMF review had included an assessment of our arrangements for supervision of those providing company management and trust services here in Gibraltar. There are as yet no equivalent international Core Principles to those of Basle, IAIS or IOSCO for this sector. When OGBS met in Gibraltar in the summer of 2001, it was agreed that a working group be established from within the OGBS membership to look into the whole question of Core Principles and common standards for this sector. The initiative had the backing of the IMF, and it reflected too a more recent move by the authorities in Channel Islands and Isle of Man to bring that sector within regulation within their respective jurisdictions.

A working group was established towards the end of 2001 on which I sat, with Kieran Power acting as my alternate, and a report will be tabled at the next full meeting of OGBS in September. I anticipate that it will lead to publication of a statement of best practice, which should receive suitable endorsement from the relevant international body(ies) and thus form a key benchmark for future IMF assessments. The current arrangements in Gibraltar will of course need to be assessed against any statement of best practice but I do not anticipate the need for any radical changes in our supervisory approach or arrangements. Importantly, this should lead to a more even playing field in terms of standards across all jurisdictions where these types of services are provided, particularly in Gibraltar's principal competitor jurisdictions.

Members of the Commission

The composition of the Commission (see page 2) has remained the same during the current year. We are very fortunate to have Members with a very wide range of experience and I value their advice and input both at and between meetings. The full Commission meets formally four times a year and always in Gibraltar. Within the last year, the Members and key members of the Executive team have also had two meetings with the Gibraltar Finance Centre Council. Regulation cannot operate in a vacuum and such meetings play an important role in mutual understanding.

Staffing

Jim Costin will be retiring as Insurance Supervisory at the end of September 2002. Jim came to us from the DTI in London, where he was a very experienced supervisor, some 6 years ago. I have to thank him most sincerely for his help and guidance and for assisting in the development of the fundamental supervisory structure for the insurance sector. The IMF review is testimony to the solid foundation he has helped to put in place.

We have also had to say goodbye to a number of our support staff during the current year who have left the Commission on agreed terms. This has been part of a process to enhance the overall supervisory expertise of the Commission. It also reflects increasing use of information technology within the day-to-day working arrangements of the Commission. We are moving, just like many other equivalent Commissions, towards a largely

professionally qualified / internationally experienced and/or graduate cadre of staff. The fundamental change is of course consistent with the recommendations of the IMF.

Conclusion

It has been a highly active year for the Commission. I should like to thank all members of my staff for their help and assistance and the Members of the Commission for their advice and guidance. Below are more detailed reports on each of the supervisory sectors.

Martin Fuggle
Commissioner
9th August 2002

Banking

Market Overview

The banking sector in Gibraltar provides services to both local and non-resident customers. No distinction is made in terms of licensing between banks operating in the local market and those dealing with non-resident customers. Many of these banks specialise in providing private banking services to high net worth individuals who are not resident in Gibraltar and who are resident in many different jurisdictions.

At 31 March 2002, the total assets of the banks amounted to approximately £5.5 billion. Third-party funds under management by the banks amounted to approximately £5.4 billion. A list of all banks operating in and from within Gibraltar is given on page 19. At this time, there were 19 authorised banks in Gibraltar. The majority of these are either subsidiaries or branches of major UK or other European Economic Area (EEA) banks. Eleven of these banks are incorporated in Gibraltar and are licensed by the Commission. There are six branches of EEA-authorised banks operating in Gibraltar. The Commission does not license these banks. They operate in Gibraltar under the terms of their home-country authorisations, in accordance with European legislation. There are two branches of non-EEA authorised banks, from the Isle of Man and Jersey, which are licensed by the Commission.

In addition, there are three representative offices of overseas banks in Gibraltar - one each from the Isle of Man, Jersey and Morocco. These offices can promote the services offered by the overseas banks they represent but they cannot engage in banking business themselves.

Relationships with industry

The Commission continues to have a close working relationship with the Gibraltar Bankers' Association ('GBA'). The Commissioner and Banking Supervisor hold regular meetings with the executive committee of the GBA. Ad-hoc meetings on matters of mutual interest augment these.

The Commission also makes use of the GBA to seek views on proposed amendments to the regulatory or legislative environment. The Commission also consults more broadly with the Gibraltar Finance Centre Council on a range of initiatives and proposals.

Passporting

Local banks continue to make use of the passporting rights afforded by the EU Banking Directives. This year notifications were given to Portugal and Spain in regard to a local bank for the provision of banking services.

Supervisory Developments

Work has continued internally towards the development of an effective risk based methodology for banking supervision. This should result in a roll-out of the framework during 2002. Close contact has been maintained throughout the process with banks and with the Gibraltar Bankers' Association so as to ensure a high understanding of the processes proposed. Reflecting one of the recommendations of the IMF report, this new framework will also result in a greater degree of on-site supervision being effected by the Commission.

One of the main elements of the supervisory tools at the disposal of the Commission has been the use of Reporting Accountants, appointed under section 60 of the Banking Ordinance. This year's focus for the reports has been on anti-money laundering controls, with particular attention being paid to the preparedness of the institutions to the proposed revisions to the anti-money laundering guidance notes (see page 12). The scope for this year's work by reporting accountants reflects IMF recommendations on this subject.

With the EU anti-money laundering directive having also been recently amended to clarify that it is the responsibility of the home state supervisor in relation to anti-money laundering controls and procedures (in respect of branches of EEA-authorised banks), the Commission intends to make use of Reporting Accountants to review anti-money laundering systems and internal controls for EEA branches operating in Gibraltar, subject to agreement of the home country supervisor.

The Commission has also finalised the Guidance Note on Provisioning Policies which it had issued for consultation the previous year. The IMF endorsed the issue of the paper as one of its recommendations. It should, however, be stressed that the paper was well advanced prior to the IMF visit.

Staffing

In addition to the Commissioner, staff dedicated to banking supervision currently comprises the Banking Supervisor and a Regulatory Officer/Analyst.

Controlled Activities

Market Overview

As at 31 March 2002, the total number of licensees carrying on controlled activities business was 345. These represented 78 separate groups. A list of licensed company managers and professional trustees can be found on pages 26 and 42. This information is also available on the Commission's Internet site at www.fsc.gi. Gibraltar's trust and company management industry forms a major part of the financial services sector. This area continues to operate and develop at a steady rate.

Supervisory Developments

As mentioned above, trust and company management business forms an important constituent in the overall structure of the finance sector. Because of this, it is paramount that the standards and procedures in place are high.

Under the Financial Services Ordinance 1989, any person who provides professional trusteeship and/or company management services, by way of business, has to be in possession of a valid licence issued under that Ordinance.

The law essentially provides that all persons associated or involved with the licensee should be fit and proper to carry on that business. It also requires that the business must be conducted in a proper manner following international standards of best practice, including meeting Gibraltar's anti-money laundering requirements. The requirement that at least two competent individuals direct the business of the licensee, the traditional 'four-eyes' principle, is an integral part of the licensing regime.

The fit and proper criteria cover both technical competence and integrity. The second requirement covers all aspects of the operation including the human and systems resources available, the records to be kept and the controls to be put in place to ensure compliance with regulatory obligations.

Commission staff conduct inspection visits to ensure that licensees are adhering to all the Regulations applicable to the type(s) of business for which they have been licensed. With the acquisition by the Commission of additional staffing resources, the programme of on-site reviews has accelerated. The process includes a review of a licensee's systems and controls and of their 'know-your-customer' ("KYC") procedures. It involves a review of files to confirm the operation of the systems, controls and KYC disciplines. The fundamental continuing supervisory process is thus both on-site and inspection-based. The Commission also issues Newsletters, from time to time, advising licensees on what it considers is 'best market practice'. Adherence to these practices forms part of the on-site review.

Other Matters

The scope and effectiveness of existing legislation in Gibraltar relating to controlled activities is kept under continuous review. The Commission maintains a policy of dialogue and consultation with the industry, primarily through the Gibraltar Finance Centre Council, to ensure that Gibraltar maintains its position at the forefront of good practice.

As reported in the 2001 Annual Report, and as covered by the Commissioner's report on page 4 of this year's report, the Commission is represented on the Trust and Company Service Providers Working Group formed under the Offshore Group of Banking Supervisors. It is expected that the work of this Group will result in a statement of best practice for supervision in this sector worldwide and which would be suitable endorsed by the international community and form a benchmark for future assessments by international organizations such as the IMF.

Staffing

In addition to the Commissioner, staff dedicated to controlled activities supervision currently comprises the Controlled Activities Supervisor, an Assistant Supervisor and a Regulatory Officer, the latter was recruited during the course of this financial year.

Sector Statistics

	1999	2000	2001	2002
Number of 'groups' conducting Company Management or Professional Trustee Services	82	84	83	78
Number of licensees	331	358	351	345
Number of trusts for which trustees are provided	1,815	2,021	2,309	2,887
Number of companies for which company managerial services are provided	27,627	29,211	32,762	34,352
Number of directorships provided	18,088	19,821	21,853	25,441
Number of shareholders provided	19,203	28,752	23,308	25,202

Insurance

Market Overview

At the end of March 2002, there were 22 companies licensed under the Insurance Companies Ordinance 1987 to carry on insurance business in Gibraltar. These are shown in section A on page 34. The EEA insurance companies entitled to carry on business in Gibraltar through a branch are shown in section B; these branches are licensed and supervised by the relevant EEA State. Section C details Gibraltar insurers entitled to carry on business (i.e. through a branch) in EEA States.

A number of other overseas insurers (unlisted in this Report) may also provide services in Gibraltar, through intermediaries.

The provision of management services to insurance companies is a licensable activity under the Financial Services Ordinance 1989. At the end of March 2002 there were 7 licensed insurance managers and these are listed in page 39.

Up to date lists of licensed insurers under the various categories referred to above, and of insurance managers, are maintained on the Commission's website.

Cross border services

Certain Gibraltar insurers continue to provide cross border services into European Economic Area States in accordance with European Law. These are listed on page 35, Section D.

Supervisory Developments

A most important piece of legislation affecting the insurance industry in Gibraltar has been the Protected Cell Companies Ordinance 2001, which was enacted in July 2001 and came into effect in November 2001. Eagerly anticipated by the industry, in particular those engaged in providing insurance management services, the legislation has led to a number of enquiries and recently a protected cell company has been licensed to carry on insurance business in Gibraltar.

On 5th March 2002, the European Parliament and the Council of the European Union adopted two Directives relating to the solvency margin requirements of life and non-life insurance companies. In broad terms, the Directives make provision for a substantial increase in the absolute minimum capital amounts required (the so-called Minimum Guarantee Fund), a change in the thresholds for calculating the required solvency margin, and requires supervisory bodies to have increased powers to intervene early to take remedial action where policyholders' interests are threatened. Gibraltar will have until 20th September 2003 to pass the necessary legislation to implement the Directive

A comprehensive list of current insurance legislation is on page 50.

Staffing

The insurance supervisory team of the Supervisor and Assistant Supervisor has continued unchanged since 1996, but the Insurance Supervisor is to retire at the end of September 2002 and steps to recruit a replacement are underway. The team continues to endeavour to keep abreast of legislative and regulatory developments in the UK in order to ensure that the Gibraltar insurance supervisory standards continue to match those of the UK, as required by the Financial Services Commission Ordinance. In addition to its supervisory duties, the team attends and contributes to conferences (both in Gibraltar and internationally) and undertakes training where appropriate opportunities arise.

Investment Services

Market Overview

The investment services sector consists of two separate groups of companies. The first comprises insurance intermediaries most of whom provide services to the local community in the form of family protection and investment products. The Investment Supervisor is responsible also for the regulation of firms selling general insurance products such as vehicle and commercial policies. These companies are listed on pages 37 and 38. There has been modest growth in the industry with one important development in this sector during the year having been the setting up of two operations selling insurance products world-wide.

The second group of companies offers a range of investment services, mainly to offshore clients. The firms, which are listed on pages 40 and 41, total 28. Four new companies were authorised in the course of the year, including one which offers share dealing on up to 14 exchanges using high speed IT links. Funds under the management of firms in this sector (i.e. excluding banking institutions) increased by £189m during the year to £1.4b.

Supervisory Developments

Progress towards achieving passporting for investment services into other EEA markets has still not been achieved for reasons largely outside the control of the Commission. A Bill to implement the Investor Compensation Scheme Directive completed its House of Assembly passage at the end of the year under review.

The concern reported in last year's report about the increasing incidence of Gibraltar being used as the apparent base of activity of operations which were actually located elsewhere continues. Court proceedings against two Gibraltar-registered companies, Vanguard Equities Limited and Procon International Limited, which were carrying on investment business without authorisation, had not reached a conclusion during the year under review, but it is expected that the Commission will be able to return part of the money sent by investors soon under the terms of a Restitution Order, issued by the Supreme Court. Similar

Court action was also taken against World Connect Ltd in March 2002. In this case it is expected that the small number of investors involved will receive the return of the full amounts they sent to the company.

Two inwards passporting notifications in respect of investment business were received for the first time during the last quarter of the year. These institutions are listed on page 33.

Other matters

The Assistant Supervisor attended courses on private banking and compliance risk management in April and October 2001. The Supervisor attended the annual conference of the International Organisation of Securities Commissions (IOSCO) in Stockholm in May 2001.

Revisions to the Anti-money laundering regime

The Commission, as the regulatory body responsible under the Criminal Justice Ordinance 1995 for the issue of supervisory and regulatory guidance, has over the last year been developing the anti-money laundering regime for Gibraltar. The latest revision to the anti-money laundering guidance notes was commenced in March 2001 with a consultation paper to the industry on changes which were seen as essential to maintaining high standards in this area.

Feedback from the consultation process was very positive, with the industry backing the proposed changes. This consultation exercise enabled the Commission to conduct a thorough review of the Know Your Customer (“KYC”) procedures.

It became evident during this process is that whereas Gibraltar notes had followed the UK practice and drafted almost verbatim, this was not longer feasible. For a start, Gibraltar practices were being closely looked at by Financial Action Task Force (“FATF”) and other organisations which had expressed some concerns over the equivalent provisions in the UK notes. Secondly, the Financial Services Authority in the UK had been given a statutory obligation to prevent the financial system from being used by criminals and as such the UK notes had started to reflect specific rule changes made in the UK.

This presented the Commission with an opportunity to clarify the requirements of the KYC in respect of new and existing customers in a clear and unambiguous manner. During this process, there were also developments from FATF dealing with politically exposed persons, correspondent banking, bearer securities and electronic transfers. All of these were incorporated into the latest revision of the anti-money laundering guidance notes. The trade associations have been kept abreast of the revisions throughout the process.

The Commission, however, had held back finalising these revisions pending any possible recommendations that may be made by the FATF in its review of Gibraltar against their 40 Recommendations which was effected in April of 2001. As publication of this report drew nearer it became apparent that no other changes to the those already envisaged were likely to be necessary to comply with any of the report’s recommendations. Consequently in July 2002 a major revision to the notes was released by the Commission.

The major changes made to the notes are:

- Clarification of the KYC procedures and documentary requirements for new customers.
- A requirement to conduct a retrospective review of all client documentation for relationships commenced before 1st April 1995.
- The abolition of introducer certificates.
- The requirement for all institutions to have in their possession documentary evidence of beneficial owners of funds or assets.
- Clarification of the requirements in respect of outgoing electronic funds transfers.

In addition, the Commission changed the format of delivery of the notes from a printed version to an exclusively web-based format. The notes can be viewed or downloaded from <http://www.fsc.gi/amlgn>.

Anti-terrorism measures

Following the events of 11th September 2001, various anti-terrorism measures, reflecting the international developments, were rapidly put into effect in Gibraltar. The Commission, through its web-site (www.fsc.gi) has provided links to the prime documents and the United Nations' and European Union's lists of names for which institutions should check. Every licensed entity was advised individually by the Commission to undertake rigorous checks of the client and customer bases, to freeze accounts (where relevant) and to report any specific findings to the Gibraltar Financial Intelligence Unit ("GFIU"), the relevant body for these purposes in Gibraltar. The fight against terrorism is a continuing one and institutions are urged to check regularly for changes to the lists of prime names.

Financial Statements 31 March 2002

Auditors' Report

We have audited the financial statements on pages 15 to 18 in accordance with Auditing Standards and have received all the information and explanations required for the purpose of our audit.

In our opinion:

1. proper books of account have been kept by the Commission;
2. the Commission's balance sheet and accounts dealt with by this report are in agreement with the books of account;
3. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
4. and to the best of our information and according to the explanations given to us, the said accounts give a true and fair view, in the case of the balance sheet of the Commission's finances as at 31 March 2002 and in the case of the income and expenditure account, of the surplus or deficit for the year then ended; and
5. the Commission has discharged with diligence its obligations in relation to the collection of its revenues.

Deloitte & Touche
Chartered Accountants
Imossi House
1/5 Irish Town
Gibraltar

2nd July 2002

**INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2002**

	Notes	2002		2001	
		£	£	£	£
INCOME	1,3		912,894		869,575
EXPENDITURE					
Administration expenses		709,374		651,928	
Establishment costs		83,999		81,009	
Financial and professional charges		<u>119,521</u>		<u>136,638</u>	
			912,894		869,575
			<u> </u>		<u> </u>
SURPLUS FOR THE YEAR			-		-
After charging:					
Auditors remuneration		2,600		3,190	
Depreciation		<u>9,152</u>		<u>11,086</u>	
 GENERAL FUND BROUGHT FORWARD			208,113		208,113
			<u> </u>		<u> </u>
GENERAL FUND CARRIED FORWARD		£	<u>208,113</u>	£	<u>208,113</u>

There are no recognised gains or losses other than as disclosed above and there have been no discontinued activities or acquisitions in the current or preceding year.

The notes on pages 17 to 18 form part of these financial statements.

**BALANCE SHEET
AS AT 31 MARCH 2002**

		2002		2001	
	Notes	£	£	£	£
FIXED ASSETS	4		23,147		16,020
CURRENT ASSETS					
Debtors and prepayments	5	20,876		32,918	
Bank and cash		424,613		427,067	
		445,489		459,985	
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	6	260,523		267,892	
NET CURRENT ASSETS			184,966		192,093
NET ASSETS		£ 208,113		£ 208,113	
			208,113		208,113
<u>FINANCED BY:</u>					
GENERAL FUND		£ 208,113		£ 208,113	
			208,113		208,113

The financial statements on pages 15 to 18 were approved by the Commission on 27th June 2002 and signed on their behalf by:

Martin Fuggle
 Commissioner
 Financial Services Commission

The notes on pages 17 to 18 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

1. PRINCIPAL ACCOUNTING POLICIES

Basis of accounting

The financial statements are prepared in accordance with applicable UK accounting standards. The particular accounting policies adopted by the Commission are described below.

Accounting convention

The accounts are prepared under the historical cost convention.

Income

Fees:

Annual Renewal Fees due under the Banking, Insurance and Financial Services Ordinances are recognised on an invoiced basis, whilst all other fee income is recognised on a receipts basis.

Interest Receivable:

Interest receivable is accounted for on an accruals basis.

Depreciation

Depreciation has been calculated so as to write off the cost of fixed assets on a straight line basis over their expected useful economic lives at the following annual rates:

Motor Vehicles	20%
Office Furniture and Fittings	20%
Office Equipment: General	20%
Computers	33 ¹ / ₃ %

2. TAXATION

Under the provisions of the Financial Services Commission Ordinance, the income of the Commission is exempt from income tax.

3. INCOME

The income of the Commission is comprised as follows:

	2002 £	2001 £
Fees receivable	687,919	639,582
Interest receivable	25,925	35,710
Gibraltar Government subvention utilised	199,050	194,283
	<u>912,894</u>	<u>869,575</u>
	£	£

4. FIXED ASSETS

	Office Furniture & Fittings £	Office Equipment £	Motor Vehicles £	Total £
Cost				
As at 1 April 2001	52,445	33,619	12,500	98,564
Additions	2,980	13,299	-	16,279
Disposals	-	(9,704)	-	(9,704)
As at 31 March 2002	<u>55,425</u>	<u>37,214</u>	<u>12,500</u>	<u>105,139</u>
Depreciation				
As at 1 April 2001	49,133	29,297	4,114	82,544
Charge for the year	2,489	4,323	2,340	9,152
Disposals	-	(9,704)	-	(9,704)
As at 31 March 2002	<u>51,622</u>	<u>23,916</u>	<u>6,454</u>	<u>81,992</u>
Net book value				
As at 31 March 2002	<u><u>3,803</u></u>	<u><u>13,298</u></u>	<u><u>6,046</u></u>	<u><u>23,147</u></u>
As at 31 March 2001	<u><u>3,312</u></u>	<u><u>4,322</u></u>	<u><u>8,386</u></u>	<u><u>16,020</u></u>

5. DEBTORS

	2002 £	2001 £
Other debtors and prepayments	£ <u>20,876</u>	£ <u>32,918</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

Accruals	58,406	66,225
Deferred income and advance payments	<u>202,117</u>	<u>201,667</u>
	£ <u>260,523</u>	£ <u>267,892</u>

Deferred income and advance payments includes unutilised monies of £189,117 (2001 - £188,167) received from the Government of Gibraltar which is being carried forward for use in future periods.

7. STAFF RETIREMENT BENEFIT SCHEME

The Commission operates a money purchase scheme, called the Financial Services Commission Retirement Benefit Scheme. During the year an amount of £29,311 (2001: £24,738) was contributed to the scheme by the Commission

Banks

Abbey National Treasury International Limited

PO Box 824
237 Main Street
Gibraltar

ABN AMRO NV

Suite 731-4 Europort
PO Box 100
Gibraltar

Banco Atlantico (Gibraltar) Limited

Eurolife Building
1 Corral Road
PO Box 561, PMB 6314
Gibraltar

Banque Jacob Safra (Gibraltar) Limited

International Commercial Centre
Unit 9.8
Casemates Square
Gibraltar

Barclays Bank Offshore Financial Services (Gibraltar) Limited

PO Box 187
Regal House
3 Queensway
Gibraltar

Barclays Bank PLC

Regal House
3 Queensway
Gibraltar

BBVA Privanza International (Gibraltar) Limited

260/262 Main Street
Gibraltar

Credit Agricole Indosuez

206/210 Main Street
Gibraltar

Credit Suisse (Gibraltar) Limited

PO Box 556
First Floor
Neptune House
Marina Bay
Gibraltar

Hispano Commerzbank (Gibraltar) Limited

Suite 14
Don House
30/38 Main Street
Gibraltar

Jyske Bank (Gibraltar) Limited

76 Main Street
PO Box 143
Gibraltar

Lloyds TSB Bank PLC

323 Main Street
Gibraltar

Lombard Odier Private Bank (Gibraltar) Limited

Suite 921 Europort
P.O. Box 407
Gibraltar

Newcastle Building Society

Regal House
Queensway
Gibraltar

Norwich & Peterborough Building Society

198/200 Main Street
Gibraltar

SG Hambros Bank & Trust (Gibraltar) Limited

PO Box 375
Hambro House
32 Line Wall Road
Gibraltar

The Royal Bank of Scotland (Gibraltar) Limited

1 Corral Road
Gibraltar

The Royal Bank of Scotland International Ltd

(Trading as NatWest)
NatWest House
57 Line Wall Road
P O Box 707
Gibraltar

Turicum Private Bank Limited

Turicum House
PO Box 619
315 Main Street
Gibraltar

As at 31st March 2002

Building society covered by section 3 of the Banking (Extension to Building Societies) Ordinance 1997:

Key Building Society
2 Irish Place
Gibraltar

European authorised institutions which are not entitled to accept deposits or establish a branch in Gibraltar.

The following European authorised institution is entitled to carry on in Gibraltar the provision of certain services listed in Schedule 1 to the Second Banking Co-ordination Directive other than the acceptance of deposits.

Institution	Country of home State supervisory authority
Bank of America SA Calle del Capitan Haya 1. 28020 Madrid Spain	Spain

European authorised institutions which are entitled to accept deposits without establishing branches in Gibraltar.

The following European authorised institutions are entitled to carry on in Gibraltar the provision of certain services listed in Schedule 1 to the Second Banking Co-ordination Directive.

Institution	Country of home State supervisory authority
Crédit Agricole Indosuez Luxembourg SA 39 Allee Scheffer L-2520 Luxembourg	Luxembourg
Goldman Sachs International Bank Peterborough Court 133 Fleet Street London EC4A 2BB United Kingdom	United Kingdom
Marks & Spencer Financial Services Limited Kings Meadow Chester Business Park Chester CH99 9FB United Kingdom	United Kingdom
Merrill Lynch International Bank Limited 33 Chester Street London SW1X 7XD United Kingdom	United Kingdom
National Westminster Bank PLC 41 Lothbury London EC2P 2BP United Kingdom	United Kingdom
Standard Chartered Bank 1 Aldermanbury Square London EC2V 7SB United Kingdom	United Kingdom

Gibraltar Representative Offices Of Overseas Institutions

The following list includes the name(s) of all overseas institutions which have notified the Commissioner of Banking of their intention to establish a Gibraltar representative office under section 73B of the Banking Ordinance 1992. The Commissioner does not supervise representative offices or the overseas institutions which they represent and has no powers to do so.

Name of institution	Country or territory of incorporation
Banque Centrale Populaire 18/20 College Lane Gibraltar	Morocco
Nationwide International Limited PO Box 398 3rd Floor Regal House Queensway Gibraltar	Isle of Man
The Royal Bank of Scotland International Limited 1 Corral Road PO Box 766 Gibraltar	Jersey

Banks who have notified for the provision of services into EEA member States under Directive 2000/12/EC of the European Parliament and of the Council of 20 March 2000 relating to the taking up and pursuit of the business of credit institutions

State/Service	1	2	3	4	5	6	7	8	9	10	11	12	13	14
							a	b	c	d	e			
Jyske Bank (Gibraltar) Limited														
United Kingdom	Y	Y		Y	Y	Y								
Lombard Odier Private Bank (Gibraltar) Limited														
Portugal	Y	Y		Y	Y	Y								
Spain	Y	Y		Y	Y	Y								
The Royal Bank of Scotland (Gibraltar) Limited														
Portugal	Y	Y												
Spain	Y	Y												

The following is a description of the services :

1. Acceptance of deposits and other repayable funds from the public.
2. Lending.
3. Financial leasing.
4. Money transmission services.
5. Issuing and administering means of payment (e.g. credit cards, travellers' cheques and bankers' drafts).
6. Guarantees and commitments.
7. Trading for own account or for account of customers in:
 - (a) money market instruments (cheques, bills CD's etc);
 - (b) foreign exchange;
 - (c) financial futures and options;
 - (d) exchange and interest rate instruments;
 - (e) transferable securities.
8. Participation in share issues and the provision of services relating to such issues.
9. Advice to undertakings on capital structure, industrial strategy and related questions and advice and services relating to mergers and the purchase of undertakings.
10. Money broking.
11. Portfolio management and advice.
12. Safekeeping and administration of securities.
13. Credit references services.
14. Safe custody services.

Collective investment scheme operators, trustees and advisers

Credit Suisse (Gibraltar) Limited

1st Floor
Neptune House
Marina Bay
Gibraltar

Gensec Asset Management (Gibraltar) Limited

10/8 International Commercial Centre
Casemates Square
Gibraltar

Global Custodian Services Limited

215 Neptune House
Marina Bay
Gibraltar

Griffin Capital Management Limited

Suite 1C

Centre Plaza
Gibraltar

Lloyds TSB Bank Trust Corporation (Gibraltar) Limited

323 Main Street
Gibraltar

Lombard Odier Private Bank (Gibraltar) Limited

Suite 921
Europort
Gibraltar

As at 31st March 2002

Collective investment scheme intermediaries

LPS Securities Limited

28 Irish Town
Gibraltar

As at 31st March 2002

Collective Investment Schemes

Aberdeen Prolific International Fund plc

1 Corral Road
P.O. Box 766
Gibraltar

ABN AMRO Funds

Suite 9
International Commercial Centre
2-6 Main Street
Gibraltar

Barclay Investment Funds (Luxembourg) Sicav

PO Box 187
Regal House
3 Queensway
Gibraltar

Barclays Diversified Portfolio

1st Floor
Regal House,
Queensway
Gibraltar

Barclays Dynamic Europrotection Funds

PO Box 187
Regal House
3 Queensway
Gibraltar

Barclays Euro Funds Sicav

PO Box 187
Regal House
3 Queensway
Gibraltar

Barclays International Funds Sicav

PO Box 187
Regal House
3 Queensway
Gibraltar

Barclays Investment Funds (Channel Islands)

Limited
P.O. Box 187
Regal House
Queensway
Gibraltar

Brewin Dolphin Global Funds

3rd Floor
International House
Bell Lane
Gibraltar

Cater Allen Gilt and Fixed Income Funds

Limited
PO Box 824
Gibraltar

Close UK Escalator 100 Fund

Hadfield House
Library Street
Gibraltar

Close UK Escalator 95 Fund

Hadfield House
Library Street
Gibraltar

Credit Agricole Funds

206/210 Main Street
Gibraltar

Credit Suisse Bond Fund (Lux)

First Floor
Neptune House
Gibraltar

Credit Suisse Equity Fund (Lux)

First Floor
Neptune House
Gibraltar

Credit Suisse Money Market Fund (Lux)

First Floor
Neptune House
Gibraltar

Credit Suisse Portfolio Fund (Lux)

First Floor
Neptune House
Gibraltar

Equisar Fund

10th Floor
International Commercial Centre
Casemates Square
Gibraltar

Five Arrows International Managed Portfolio Fund

2nd Floor
Regal House
Queensway
Gibraltar

Five Arrows International Portfolio Fund

2nd Floor
Regal House
Queensway
Gibraltar

Five Arrows International Reserves Limited

2nd Floor
Regal House
Queensway
Gibraltar

Franklin Templeton Investment Funds

57/63 Line Wall Road
Gibraltar

Hambros Eurobond and Money Market Fund Limited

PO Box 400
Hambro House
32 Line Wall Road
Gibraltar

Indosuez Multimedia Fund

206/210 Main Street
Gibraltar

Investec Global Strategy Fund Limited

P.O. Box 375
Hambro House
32 Line Wall Road
Gibraltar

Investec International Accumulation Fund Limited

Hambro House
32 Line Wall Road
Gibraltar

Investec Select Funds PLC

P.O. Box 375
Hambro House
32 Line Wall Road
Gibraltar

Jysk Invest Engros

76 Main Street
Gibraltar

Jyske Invest International

76 Main Street
Gibraltar

Lloyds TSB International Liquidity SICAV

PO Box 482
323 Main Street
Gibraltar

Lloyds TSB International Portfolio SICAV

PO Box 482
323 Main Street
Gibraltar

Lloyds TSB Money Fund Limited

P O Box 482
323 Main Street
Gibraltar

Lloyds TSB Offshore Funds Limited

323 Main Street
PO Box 482
Gibraltar

Mellon Global Funds plc

1 Corral Road
Gibraltar

Mercury Selected Trust SICAV

1 Corral Road
P.O. Box 766
Gibraltar

Mercury World Bond Fund SICAV

1 Corral Road
P.O. Box 766
Gibraltar

Merrill Lynch Offshore Balanced Portfolio Fund

1 Corral Road
P.O. Box 766
Gibraltar

Newton Universal Growth Funds Limited

1 Corral Road
Gibraltar

Orbitex Investment Funds PLC

PO Box 928
Regal House
3 Queensway
Gibraltar

Perpetual Offshore Emerging Companies Fund

57/53 Line Wall Road
Gibraltar
Privilege Portfolio
PO Box 535
198/200 Main Street
Gibraltar

Sarasin (CI) GlobalSar Sterling Balanced Fund

10th Floor
ICC
Casemates Square
Gibraltar

Sun Life High Income Fund P.L.C.

57-63 Line Wall Road
PO Box 199
Gibraltar

The CMI Managed International Fund

57/63 Line Wall Road
Gibraltar

Universal Master Funds Plc

PO Box 688
International House
Bell Lane
Gibraltar

Universe, The CMI Global Network Fund

57/63 Line Wall Road
Gibraltar

As at 31st March 2002

Company Managers

Abacus Financial Services Limited

10th Floor
International Commercial Centre
Casemates Square
PO Box 75
Gibraltar

- Abacus (Gibraltar) Limited
- Abacus Nominees (Gibraltar) Limited
- Abacus Services (Gibraltar) Limited

ABN AMRO NV

Suite 731-4
Europort
PO Box 100
Gibraltar

- Medbank Nominees Limited

Acquarius Trust Company Limited

Suite 2B
International House
Bell Lane
PO Box 883
Gibraltar

- Acquarius Corporate Services Limited
- Acquarius Management Services Limited
- N. Cruz
- S. Garcia

Anglo Swiss Fiduciary Services Ltd

Suite 925a
Europort
PO Box 441
Gibraltar

- Anglo Swiss Directors Limited
- Dunsmoor Limited
- Greenford Holdings Limited
- S. Wolfe Martin

Arbor Trust Limited

Turicum House
315 Main Street
Gibraltar

- Arbor Management Limited
- Arbor Nominees Ltd

Argenta & Magnum Management Company Limited

207/208 Neptune House
Marina Bay
PO Box 268
Gibraltar

- Argenta & Magnum Management Company Limited
- Dakyn's Nominees Company Limited
- Oakley's Nominees Company Limited

Attias & Levy

Suite 5
39 Irish Town
PO Box 466
Gibraltar

- Attias & Levy
- Attlev Management Company Limited
- Calpe Nominees Limited

Barclays Bank Offshore Financial Services (Gibraltar) Limited

Regal House
3 Queensway
PO Box 187
Gibraltar

- Barclays Bank Offshore Financial Services (Gibraltar) Limited
- Barclays Gibraltar Nominee Company Limited
- Barclaytrust International Nominees (Gibraltar) Limited
- F. Devincenzi
- D. Ferro
- F. Morro
- W. Perez

BBVA Privanza International (Gibraltar) Limited

PO Box 488
260/262 Main Street
Gibraltar

- BBVA Privanza (Gibraltar) Directors Limited
- BBVA Privanza (Gibraltar) Nominees Limited
- BBVA Privanza (International Gibraltar) Nominees Limited
- BBVA Privanza International (Gibraltar) Limited

BDO Fidecs Trust Company Limited

Suite 2C
Eurolife Building
1 Corral Road
PO Box 575
Gibraltar

- BDO Fidecs Management Limited
- BDO Fidecs Nominees Limited
- J. Byrne
- E. Plummer
- T. Revill

Bondpartners International (Gibraltar) Limited

Suite 4 - International House
Bell Lane
PO Box 178
Gibraltar

- Bondpartners Holdings Limited
- Bondpartners Management Limited
- Bondpartners Nominees Limited

BT Corporate Services Limited

Suite 5
International House
Bell Lane
PO Box 178
Gibraltar

- BT Corporate Services Limited
- BT Nominees Limited
- K. Robinson
- C. Serruya

Budlaw Management Limited

Suite 1
62 Main Street
PO Box 82
Gibraltar

- H. Budhrani
- Budlaw Management Limited
- Whiteacre Limited

Capital Growth Limited

Suite F8
International Commercial Centre
Casemates
PO Box 394
Gibraltar

- Capital Growth Limited
- Capital Nominees Limited
- Capital Services Limited

Castellum Corporate Services Limited

Suite 742b
Europort
Gibraltar

- Castellum Corporate Services Limited

Castle Trust & Management Services Limited

Suite 932
Europort
PO Box 777
Gibraltar

- Buttress Nominees Limited
- Castle Nominees Limited
- Castle Secretaries Limited
- First Management Limited
- Fortress Nominees Limited
- S. Knight
- L. Massetti
- D. Mathias

Clifton Management Services Limited

Suite 52/53
Victoria House
26 Main Street
PO Box 399
Gibraltar

- Canis Nominees Limited
- Clifton Management Services Limited
- Sinac Nominees Limited

CNW Company Limited

120 Main Street
PO Box 881
Gibraltar

- CNW Company Limited

Consult Limited

Suite 10/5
International Commercial Centre
2a Main Street
PO Box 516
Gibraltar

- Consult Ltd
- Consult Nominees Limited
- A. Courtney
- P. Nuñez

Credit Agricole Indosuez

206/210 Main Street
PO Box 26
Gibraltar

- Indochine Nominees & Services Limited
- Indosuez Management Services Limited
- Lynstead Limited

Deloitte & Touche Trust & Corporate Services Limited

Suite 2a - Imossi House
1/5 Irish Town
PO Box 758
Gibraltar

- C & C Secretaries Limited
- J. Caruana
- Deloitte & Touche Trust & Corporate Services Limited
- J. Montovio
- Paisley Limited
- S. Reyes

ECE Nominees Ltd

Suite 7
Hadfield House
Library Street
Gibraltar

- Darvall Investments Limited
- ECE Nominees Limited
- LC Nominees Limited
- Spinney Investments Limited

ECS International Limited

Suite C - Ground Floor
Neptune House
Marina Bay
PO Box 398
Gibraltar

- Ecorps Managers Limited
- La Mer Services Limited
- E. Taylor
- P. Vincent

Eldo Secretaries Limited

Suite 4 - 9th Floor
International Commercial Centre
Casemates Square
Gibraltar

- Eldo Nominees Limited
- Eldo Secretaries Limited

Eurolife Management Services Limited

The Eurolife Building
1 Corral Road
PO Box 233
Gibraltar

- Eurolife Management Services Limited
- V. Sene
- T. Smith

Europa Trust Company Limited

Suite 24
Watergardens 6
PO Box 629
Gibraltar

- Europa Directors Limited
- Europa Nominees (Gibraltar) Limited

Fiduciary Management Limited

Suite 24
Portland House
Glacis Road
PO Box 475
Gibraltar

- Dominus Trust Limited
- Fiduciary Directors Limited
- Fiduciary Management Limited
- Fiduciary Nominees Limited
- Y. Harnamji
- A. Isola
- R. Isola
- L & I Management Limited
- L & I Nominees Limited
- V. Simpson

Fidux Trust Company Limited

207 Neptune House
Marina Bay
Gibraltar

- Dicorp Limited
- Fiman Limited
- Finom Limited
- Subscriber Limited

First Rock Trustees Ltd

Suite 5
Watergardens 4
Waterport
PO Box 743
Gibraltar

- First Rock Directors Limited
- First Rock Holdings Limited
- First Rock Nominees Limited

Form-A-Co (Gibraltar) Limited

Suites 41/42
Victoria House
26 Main Street
PO Box 563
Gibraltar

- F.A.C Subnom (No 2) Limited
- F.A.C. Subnom (No 1) Limited
- Form-A-Co (Gibraltar) Limited

Gibland Secretarial Services Limited

292A Main Street
PO Box 85
Gibraltar

- Equitar Nominees Limited
- Equity Nominees Limited
- Gibland Nominees Limited
- Gibland Secretarial Services Limited
- Gibter Nominees Limited
- R. Marrache
- S. Marrache
- L. Turnbull

Gibraltar International Trust Corporation Limited

Suites C & D
2nd Floor
Regal House
Queensway
PO Box 147
Gibraltar

- C. Lavarello
- J. Neish
- F. Pons
- Stabard Nominees Limited
- Stag Management Services Limited
- Stag Nominees Limited
- L. Triay
- L. Triay
- Trilex Limited
- Trilex Nominees Limited

Gibro Corporate Management Limited

Gibro House
4 Giro's Passage
PO Box 693
Gibraltar

- (Gibraltar) Trustees Limited
- Gibro Corporate Management Limited
- Gibro Nominees Limited

Glendower Management Services Limited

244 Main Street
PO Box 625
Gibraltar

- Glendower Management Services Limited
- Glendower Nominees Limited

GM Benady & Co

2 Irish Place
PO Box 240
Gibraltar

- G. Benady
- GM Benady & Co
- GMB Nominees Limited
- Pennygate Nominees Limited
- Shillingate Nominees Limited

Gonzalez, Monserrat & Partners Ltd

Suite 3
Watergardens 4
PO Box 642
Gibraltar

- Gonzalez, Monserrat & Partners Ltd
- Merkur Nominees Limited
- Merkur Secretaries Limited

Grays Management Services Limited

Suite 3C
Centre Plaza
Horse Barrack Lane
PO Box 926
Gibraltar

- Grays Directors Limited
- Grays Holdings Limited
- Grays Management Services Limited
- Grays Nominees Limited
- Grays Services Limited

GT Fiduciary Services Limited

Suite 21
Watergardens 6
1st Floor
PO Box 64
Gibraltar

- GT Management Limited
- GT Nominees Limited
- F. White

Hawk Management Services Ltd

3/1 City Mill Lane
PO Box 790
Gibraltar

- Hawk Management Services Limited

Jordans (Gibraltar) Limited

Suite 2A
Eurolife Building
1 Corral Road
PO Box 569
Gibraltar

- Jordan Nominees (Gibraltar) Limited
- Jordan Nominees (IOM) Limited
- Jordans (Gibraltar) Limited
- Jordans (Isle Of Man) Limited
- J. Swann

Jyske Bank (Gibraltar) Limited

76 Main Street
PO Box 143
Gibraltar

- Jyske Bank (Gibraltar) Limited
- Jyske Bank (Gibraltar) Management Limited

KPMG Trust Company Limited

Suite C, 3rd Floor
Regal House
Queensway
PO Box 191
Gibraltar

- KPMG Nominees Limited

Line Management Services Limited

57/63 Line Wall Road
PO Box 199 & 612
Gibraltar

- B. Avellano
- M. Benady
- M. Castiel
- Cheam Directors Limited
- N. Collado
- J. Crockett
- V. Fa
- H. Levy
- Line Holdings Limited
- Line Management Services Limited
- Line Nominees Limited
- P. Montegriffo
- L. Nuttall
- D. Reoch
- Stawell Services Limited
- C. White

Lloyds TSB Bank PLC

323 Main Street
PO Box 482
Gibraltar

- A. Langston
- Lloyds TSB Bank (Gibraltar Management) Limited
- Lloyds TSB Bank (Gibraltar Nominees) Limited

Logistable Limited

Suite 3A
Tisa House
143 Main Street
Gibraltar

- Logistable Limited
- Logistable Nominees (Gibraltar) Limited

Lombard Services Limited

35 Governors Parade
Gibraltar

- A. Lombard
- Lombard Nominees Limited
- Lombard Services Limited

M & M Management Services Limited

279 Main Street
PO Box 213
Gibraltar

- M & M Investments Limited
- M & M Nominees Limited

Mediterranean Trust Corporation Limited

Clintons Chartered Accountants
Suites 2 & 3
Gibraltar Heights
215 Main Street

PO Box 239
Gibraltar

- Gibraltar Nominees Limited
- Mediterranean Nominees Limited
- Rock Nominees Limited

Millennium Management Limited

Suite 4 - 10th Floor
International Commercial Centre
2A Main Street
Gibraltar

- Millennium Management Limited
- Millennium Nominees Limited

Mutual Trust Management (Gibraltar) Ltd

Suite 7B and 8B
50 Town Range
PO Box 104 & 472
Gibraltar

- Basinghall Nominees Limited
- W. Cid de la Paz
- Finsbury Corporate Services Limited
- Finsbury Holdings Limited
- Finsbury Nominees Limited
- Gateway Management Limited
- Gateway Nominees Limited
- J. Hassan
- Havelet Company Limited
- Ocean Nominees Limited
- Ocean Nominees Overseas Limited
- M. Perera
- J. Simmonds
- Valdir Managers Limited
- Valmet Executive Nominees Limited
- Valmet Nominees Limited

North Atlantic Trust Company Limited

Suite 3E
Eurolife Building
1 Corral Road
Gibraltar

- North Atlantic Nominee Company Limited

Offshore Administration Services Ltd

PO Box 103
3rd Floor
Seclane House
5 Secretary's Lane
Gibraltar

- Offshore Administration Services Ltd
- Offshore Corporate Services Ltd

Oliver Company Management Limited

Suite 1
Watergardens 4
PO Box 856
Gibraltar

- Oliver Company Management Limited
- Oliver Nominees Limited
- G. Olivera
- M. Olivera

Parliament Corporate Services Ltd

3/1A Parliament Lane
PO Box 452
Gibraltar

- Parliament Corporate Services Limited
- Parliament Lane Nominees Limited

Portex Corporation Services Limited

Suite 745
Europort
Gibraltar

- Gale Investments Limited
- Portex Corporation Services Limited
- Portex Management Limited
- Portex Nominees Limited
- Rockham Investments Limited

Prime Trust Corporation Limited

PO Box 208
Suite 2b
Centre Plaza
Main Street
Gibraltar

- Prime Management Limited
- Prime Nominees Limited
- Prime Securities Limited

Professional & Corporate Trust Limited

First Floor
International House
Bell Lane
PO Box 547
Gibraltar

- E. French
- P & C Nominees Limited
- T. Phillips

Redmount Trust Company Ltd

Mezzanine West
Hadfield House
Library Road
PO Box 606
Gibraltar

- Redmount Management Services Limited
- Redmount Nominees Limited

Sector Corporate Services Limited

5 Secretary's Lane
PO Box 659
Gibraltar

- Firststar Limited
- Sector Corporate Services Limited
- Starfield Limited

SG Hambros Bank & Trust (Gibraltar) Limited

32 Line Wall Road
PO Box 375
Gibraltar

- F. Cassar Loporto
- B. Duckworth
- C. Gomez
- P. Haynes
- M. Lennane
- C. Menez
- SG Hambros Bank & Trust (Gibraltar) Limited

Solent Corporate Services Ltd

Suite B
Regal House
Queensway
Gibraltar

- T. Gorge
- T. Nichols
- D. Rose
- Solent Corporate Services Limited
- Solent Nominees Limited

Sorek Services Limited

Haven Court
5 Library Ramp
PO Box 489
Gibraltar

- ABC Nominees Limited
- Haven Directors Limited
- Offshore Nominees Limited
- Sorek Services Limited

Sovereign Trust International Limited

Second Floor, Mansion House
143 Main Street
PO Box 564
Gibraltar

- T. Bell
- D. Dentith
- J. Dentith
- S. Denton
- G. Duo
- Midland Investments Limited
- T. Pozo
- Sovereign Directors (T & C) Limited
- A. Tucker
- Victoria Investments Limited

Steadfast Trustees Limited

Suite E - Regal House
Queensway
PO Box 246
Gibraltar

- FG Management Limited
- FG Services Limited

Summit Management Limited

2/3b Horse Barrack Lane
PO Box 156
Gibraltar

- A & H Management Secretaries Limited
- A & H Nominees Limited
- Summit Management Limited

T & T Management Services Limited

28 Irish Town
PO Box 15
Gibraltar

- R. Duran
- Fair oak Limited
- D. Galliano
- Greateak Limited
- L. Lombard
- C. Lopez
- A. Orciel
- T & T Nominees Limited
- Tower Holdings Limited

The Royal Bank of Scotland (Gibraltar) Limited

1 Corral Road
PO Box 766
Gibraltar

- Biggar Management Limited
- Biggar Nominees Limited
- Bull Nominees Limited
- Golden Eagle Nominees Limited
- RBS Company Management Limited

Trimar Management Services Limited

Suite 3
6 Engineer Lane
PO Box 567
Gibraltar

- Blue Sea Limited
- River Nominees Limited
- Stream Holdings Limited
- Strong Sea Limited
- Trimar Management Services Limited

Vaughan & Co Company Management Services Limited

12/1 Bell Lane
PO Box 183
Gibraltar

- R. Berllaque
- B. Vaughan
- B. Vaughan
- Vaughan & Co Company Management Services Limited

As at 31st March 2002

European Investment Firms

The following European investment firms are entitled to provide cross border investment services without establishing a branch in Gibraltar under Part IV of the Financial Services Ordinance 1998.

Institution	Country of home State	Supervisory authority
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Franke & Partners Pensioenadvies En Vermogensbeheer B.V. Postbus 4287 6202 WC Maastricht The Netherlands		The Netherlands
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Irish Life International Multi-Managers Limited Irish Life Centre Lower Abbey Street Dublin 1 Ireland	Ireland	
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As at 31st March 2002

Insurance Companies

A. Companies licensed under the Insurance Companies Ordinance 1987 to carry on insurance business in Gibraltar.

	Classes of Insurance Business
Cares Insurance and Reinsurance Company Limited	17 and 18
Carraig Insurance Company Limited	3 and 10
Crystal Insurance Company Limited	16 (Reinsurance only)
Dibrin Insurance Company Limited	7
Echelon Insurance Company Limited	16 and 18
Euroguard Insurance Company Limited	1 to 18
Eurolife Assurance (International) Limited	1, 2 and I, III, IV and VI
GENS Insurance and Reinsurance Company Limited	3 and 10
Heaton and Newcastle Insurance Company Limited	8, 9 and 16
International Construction Insurance Underwriters Limited	8 and 9 (Reinsurance only)
Limage Reinsurance Company Limited	3, 7, 8 ,10, 13 and 15 (Reinsurance only)
London & Colonial Assurance plc	I and III
London Buckingham Insurance Company Limited	16
Markerstudy Insurance Company Limited	3 and 10
Middle Sea Insurance plc	1 to 4, 6 to 10 and 12 to 18
Norwich Union International Insurance Limited	1 to 3 and 5 to 17 I and III to VII
Professional Travel Insurance Company Limited	1, 2, 7 to 9, 13 and 16 I and IV (Reinsurance only)
Symphony Insurance Company Limited	3 and 10
Tradewise Insurance Company Limited	3 and 10
Victory Insurance Limited	8, 9, 13 and 16
Viscount Reinsurance Company Limited	16 (Reinsurance only)
White Shield Insurance Company Limited	1 to 3, 6 to 17

B. EEA insurance companies entitled to carry on insurance business in Gibraltar.

Assicurazioni Generali SpA	1 to 3, 7 to 10, 13 and 16
Commercial Union Assurance Company plc	1 to 3, 5 to 17
Eagle Star Insurance Company Limited	1 to 4, 7 to 10, 13 to 17
General Accident Fire and Life Assurance Corporation plc	1 to 17
AXA Insurance plc	1 to 3, 6 to 10, 12 to 16
Norwich Union Insurance Ltd	1, 3, 7 and 10
Sun Alliance and London Insurance plc	1 to 17

C. Gibraltar insurers entitled to carry on insurance business in EEA States.

	EEA State	Classes of Insurance Business
Professional Travel Insurance Company Limited	UK	1,2

D. Gibraltar insurers entitled to provide services in EEA States.

	EEA State	Classes of Insurance Business
Carraig Insurance Company Limited	UK	3, 10
Dibrin Insurance Company Limited	UK	7
Echelon Insurance Company Limited	UK	16, 18
Euroguard Insurance Company Limited	UK	7
Eurolife Assurance (International) Limited	AU, BE, DK, FN, FR, GE, GR, IC, IT, LCH, LUX, NE, NR, PO, IR, SP, SW, UK	I, III, IV and VI
Heaton and Newcastle Insurance Company Limited	GE, SP	8, 9 and 16
London & Colonial Assurance plc	UK	I and III
London Buckingham Insurance Company Limited	UK	16
Markerstudy Insurance Company Limited	UK	3, 10
Norwich Union International Insurance Limited	UK NE	1, 3, 7 to 10, 13 and 16 1, 3, 7 to 10 and 13
Professional Travel Insurance Company Limited	FR, IR	1
Professional Travel Insurance Company Limited	UK	1, 2, 9, 13 and 16
Symphony Insurance Company Limited	UK	3, 10
Tradewise Insurance Company Limited	UK	3, 10
Victory Insurance Limited	UK	16
White Shield Insurance Company Limited	UK	1, 2, 6 to 9, 11 to 13 and 15 to 17

As at 31st March 2002

E. The Classes of Insurance Business which are set out in Schedule 1 and 2 to the Insurance Companies Ordinance are as follows:

General Business

1. Accident
2. Sickness
3. Land vehicles
4. Railway rolling stock
5. Aircraft
6. Ships
7. Goods in transit
8. Fire and natural forces
9. Damage to property
10. Motor vehicle liability
11. Aircraft liability
12. Liability for ships
13. General liability
14. Credit
15. Suretyship
16. Miscellaneous financial loss
17. Legal expenses
18. Assistance

Long Term Business

- I Life and annuity
- II Marriage and birth
- III Linked long term
- IV Permanent health
- V Tontines
- VI Capital redemption
- VII Pension fund management
- VIII Collective insurance etc.
- IX Social insurance

F. The following is a list of EEA State Codes

Austria	AU
Belgium	BE
Denmark	DK
Finland	FN
France	FR
Germany	GE
Greece	GR
Iceland	IC
Italy	IT
Liechtenstein	LCH
Luxembourg	LUX
Netherlands	NE
Norway	NR
Portugal	PO
Republic of Ireland	IR
Spain	SP
Sweden	SW
United Kingdom	UK

Insurance Intermediaries

ACE Gibraltar Limited

Suite 825
Europort
Gibraltar

**Alpha Insurance & Reinsurance Brokers
Limited**

13 Ragged Staff Wharf
Queensway
Gibraltar

Green Cross Limited

Suites C & D
Regal House
3 Queensway
Gibraltar

Ibex Insurance Services Limited

Neptune House
Marina Bay
Gibraltar

Solrac & Co Limited

21 Tuckey's Lane
Gibraltar

**The Medical Professional Liability Company
Limited**

2/2 Engineer Lane
Gibraltar

WestMed Insurance Services Limited

Suite C & D
Regal House
Queensway
Gibraltar

World Wide Travel Insurance Services Ltd

Suite 5
First Floor
Portland House
Glacis Road
Gibraltar

As at 31st March 2002

Insurance intermediaries authorised to sell investment products

BDO Fidecs Consultants Limited

Suite 2C
Eurolife Building
1 Corral Road
Gibraltar

BDO Fidecs Personal Financial Planning Ltd

Suite 2C
Eurolife Building
1 Corral Road
Gibraltar

BMI Insurance Services Limited

Suite 7
Portland House
Glacis Road
Gibraltar

Caledonian Insurance Brokers Limited

13, Ragged Staff Wharf
Queensway Quay
Gibraltar

Callaghan Insurance Brokers Limited

Suite 827
Europort
Gibraltar

Capurro Insurance & Investments Limited

20 Line Wall Road
Gibraltar

Castiel Winsor Financial Consultants Limited

Natwest House
57/63 Line Wall Road
Gibraltar

Eurolinx (Gibraltar) Limited

Suites 21 & 22
Victoria House
26 Main Street
Gibraltar

Gibro Insurance Services Limited

Suite 4
4 Giro's Passage
Gibraltar

Glenhill Holdings Limited

Suite B - Ground Floor
Regal House
Queensway
Gibraltar

H.P.B. Management (International) Limited

Suite C - Ground Floor
Neptune House
Marina Bay
Gibraltar

Mascarenhas Insurance & Finance Limited

Suite 1a Cazes Arcade
143 Main Street
Gibraltar

Norwich Union Life Services Ltd

Ground Floor
Regal House
Queensway
Gibraltar

Offshore Insurance Agents Limited

3/1 Governor's Parade
Gibraltar

Ophir Insurance Services Limited

123 Main Street
Gibraltar

Prescott Limited

Imossi House
1/5 Irish Town
Gibraltar

R M (Insurance Services) Limited

Suite 2
Horse Barrack Court
9/15 Horse Barrack Lane
Gibraltar

RLS Insurance & Financial Consultants Limited

6/2 Engineer's Lane
Gibraltar

Savignon Financial Services Limited

Regal House
3 Queensway
Gibraltar

As at 31st March 2002

Insurance Managers

AIG Insurance Management Services (Gibraltar)

Limited

Suite 9.3.1 a/b
Europort
Gibraltar

AON Insurance Managers (Gibraltar) Limited

Suites C & D
Ground Floor
Regal House
3 Queensway
Gibraltar

BDO Fidecs Insurance Management Limited

Suite 2C
Eurolife Building
1 Corral Road
Gibraltar

Caledonian Insurance Management Services

Limited

13 Ragged Staff Wharf
Gibraltar

European Insurance Management Services

Limited

Suites C & D - Ground Floor
Regal House
3 Queensway
Gibraltar

MRM Insurance Services Limited

Suite 7B & 8B
50 Town Range
Gibraltar

Willis Management (Gibraltar) Limited

Suite 827
Europort
Gibraltar

As at 31st March 2002

Investment Dealers

Acorn Commodities Limited

Suite 6
Leon House
Secretary's Lane
Gibraltar

Amaldo Development (Gibraltar) Limited

627 Europort
Gibraltar

Bondpartners International (Gibraltar) Limited

Suite 4
International House
Bell Lane
Gibraltar

Drapeau Advisors Limited

Suite B
3rd Floor
Regal House
Queensway
Gibraltar

FCT (Gibraltar) Limited

Suite 838
Europort
Gibraltar

Investor Services (Gibraltar) Limited

Suite 209
Neptune House
Marina Bay
Gibraltar

Investors Europe Limited

Suite 944
Europort
Gibraltar

Line Wall Securities Limited

57/63 Line Wall Road
Gibraltar

Rock Financial Services Limited

First Floor
5 Secretary's Lane
Gibraltar

Trafalgar Financial Futures Limited

2nd Floor
5 Secretary's Lane
Gibraltar

As at 31st March 2002

Investment Managers

Armor Portfolio Management Limited

Suite 210
Neptune House
Marina Bay
Gibraltar

Bondpartners Management Limited

Suite 4
International House
Bell Lane
Gibraltar

BvB Asset Management LP

Suite 912b
Europort
Gibraltar

EIM (Gibraltar) Limited

Suite 212/213
Neptune House
Marina Bay
Gibraltar

Finanziaria Indosuez International Limited

206/210 Main Street
Gibraltar

Forum Asset Management Limited

2nd Floor
5 Secretary's Lane
Gibraltar

Gadd Capital Management Limited

Portland House
Suite 10 - 1st Floor
Glacis Road
Gibraltar

Gibraltar Asset Management Limited

One Irish Place
Gibraltar

Global Custodian Services Limited

215 Neptune House
Marina Bay
Gibraltar

Graf Lambsdorff Investments Limited

Suite 210
Neptune House
Marina Bay
Gibraltar

Investglob (Gibraltar) Limited

Suite 214B
Neptune House
Marina Bay
Gibraltar

Jamapal Investment (Gibraltar) Limited

Suite 211
Neptune House
Marina Bay
Gibraltar

Labrow International Asset Management Limited

3rd Floor
International House
Bell Lane
Gibraltar

Logistable Limited

Suite 3A
Tisa House
143 Main Street
Gibraltar

Rock Limited

Suite 10
1st Floor
Portland House
Glacis Road
Gibraltar

SMC Asset Management Limited

Suite 210
Neptune House
Marina Bay
Gibraltar

Sovereign Asset Management Limited

Suite 2B
Mansion House
143 Main Street
Gibraltar

Xanthos Asset Management Limited

Suite 51
Victoria House
26 Main Street
Gibraltar

As at 31st March 2002

Professional Trustees

Abacus Financial Services Limited

10th Floor
International Commercial Centre
Casemates Square
PO Box 75
Gibraltar

- Abacus Trustees (Gibraltar) Limited

Acquarius Trust Company Limited

Suite 2B
International House
Bell Lane
PO Box 883
Gibraltar

- Acquarius Trust Company Limited

Anglo Swiss Fiduciary Services Ltd

Suite 925a
Europort
PO Box 441
Gibraltar

- Anglo Swiss Fiduciary Services Limited

Arbor Trust Limited

Turicum House
315 Main Street
Gibraltar

- Arbor Trust Limited

Atlas Trust Company Limited

20-21 Queensway Quay Marina
Queensway
PO Box 925
Gibraltar

- Atlas Trust Company Limited

Attias & Levy

Suite 5
39 Irish Town
PO Box 466
Gibraltar

- Attlev Trustees Company Limited

BDO Fidecs Trust Company Limited

Suite 2C
Eurolife Building
1 Corral Road
PO Box 575
Gibraltar

- BDO Fidecs Trust Company Limited

BT Corporate Services Limited

Suite 5
International House
Bell Lane
PO Box 178
Gibraltar

- BT Trustees Limited

Budlaw Management Limited

Suite 1
62 Main Street
PO Box 82
Gibraltar

- United Trust Company Limited

Castle Trust & Management Services Limited

Suite 932
Europort
PO Box 777
Gibraltar

- Castle Trust & Management Services Limited

Church Lane Trustees Ltd

International Commercial Centre
Casemates Square
PO Box 299
Gibraltar

- Church Lane Trustees Limited

Consult Limited

Suite 10/5
International Commercial Centre
2a Main Street
PO Box 516
Gibraltar

- Equitable Trust Company Limited

Cornish & Co

Hadfield House
Library Street
Gibraltar

- Calpe Trustees Limited

Credit Agricole Indosuez

206/210 Main Street
PO Box 26
Gibraltar

- Credit Agricole Indosuez
- Indosuez Trust Company (Gibraltar) Limited

Deloitte & Touche Trust & Corporate Services Limited

Suite 2a - Imossi House
1/5 Irish Town
PO Box 758
Gibraltar

- Deloitte & Touche Trustees Limited

ECS International Limited

Suite C - Ground Floor
Neptune House
Marina Bay
PO Box 398
Gibraltar

- A. Collister
- ECS International Limited
- ECS International Nominees (Gibraltar) Limited
- ECS International Trustees (Gibraltar) Limited

Europa Trust Company Limited

Suite 24
Watergardens 6
PO Box 629
Gibraltar

- Europa Trust Company Limited

Fiduciary Management Limited

Suite 24
Portland House
Glacis Road
PO Box 475
Gibraltar

- Fiduciary Trust Limited

Fidux Trust Company Limited

207 Neptune House
Marina Bay
Gibraltar

- Fidux Trust Company Limited

First Rock Trustees Ltd

Suite 5
Watergardens 4
Waterport
PO Box 743
Gibraltar

- First Rock Trustees Limited

Gibland Secretarial Services Limited

292A Main Street
PO Box 85
Gibraltar

- Cabor Trustees Limited

Gibraltar International Trust Corporation Limited

Suites C & D
2nd Floor
Regal House
Queensway
PO Box 147
Gibraltar

- Gibraltar International Trust Corporation Limited
- Holding & Trust Company Limited

Gonzalez, Monserrat & Partners Ltd

Suite 3
Watergardens 4
PO Box 642
Gibraltar

- Merkur Trustees Limited

GT Fiduciary Services Limited

Suite 21
Watergardens 6
1st Floor
PO Box 64
Gibraltar

- GT Fiduciary Services Limited

Hawk Management Services Ltd

3/1 City Mill Lane
PO Box 790
Gibraltar

- Gnat Holdings Limited

Jyske Bank (Gibraltar) Limited

76 Main Street
PO Box 143
Gibraltar

- Jyske Bank (Gibraltar) Nominees Limited

KPL Global Services Limited

57/63 Line Wall Road
Gibraltar

- KPL Global Services Limited

KPMG Trust Company Limited

Suite C, 3rd Floor
Regal House
Queensway
PO Box 191
Gibraltar

- KPMG Nominees Limited
- KPMG Trust Company Limited

L.W. Trustees Limited

57/63 Line Wall Road
PO Box 199 & 612
Gibraltar

- L. W. Trustees Limited

Line Management Services Limited

57/63 Line Wall Road
PO Box 199 & 612
Gibraltar

- Line Trust Corporation Limited

Line Wall Securities Ltd

57/63 Line Wall Road
PO Box 199 & 612
Gibraltar

- Line Trustees S.P.V. (International) Limited

Lloyds TSB Bank PLC

323 Main Street
PO Box 482
Gibraltar

- Lloyds TSB Bank Trust Corporation (Gibraltar) Limited

Lombard Odier Private Bank (Gibraltar) Limited

Suite 921
Europort
PO Box 407
Gibraltar

- The Gilroc Trust Company Limited

M & M Management Services Limited

279 Main Street
PO Box 213
Gibraltar

- M & M Management Services Limited

Mediterranean Trust Corporation Limited

Clintons Chartered Accountants
Suites 2 & 3
Gibraltar Heights
215 Main Street
PO Box 239
Gibraltar

- Mediterranean Trust Corporation Limited

Mutual Trust Management (Gibraltar) Ltd

Suite 7B and 8B
50 Town Range
PO Box 104 & 472
Gibraltar

- Finsbury Trust Corporation Limited
- Mutual Trust Company (Gibraltar) Limited
- Mutual Trust Management (Gibraltar) Limited
- Valcross Trust & Corporate Services Limited
- Valcross Trust Company Limited

New Anchorage Trust Limited

Suite 5
International House
Bell Lane
PO Box 178
Gibraltar

- New Anchorage Trust Limited

North Atlantic Trust Company Limited

Suite 3E
Eurolife Building
1 Corral Road
Gibraltar

- A. Donn
- North Atlantic Trust Company Limited

Parliament Corporate Services Ltd

3/1A Parliament Lane
PO Box 452
Gibraltar

- Parliament Lane Management Limited

Prime Trust Corporation Limited

PO Box 208
Suite 2b
Centre Plaza
Main Street
Gibraltar

- Prime Trust Corporation Limited

Professional & Corporate Trust Limited

First Floor
International House
Bell Lane
PO Box 547
Gibraltar

- Professional & Corporate Trust Limited

Redmount Trust Company Ltd

Mezzanine West
Hadfield House
Library Road
PO Box 606
Gibraltar

- Redmount Trust Company Limited
- R. Watson

SG Hambros Bank & Trust (Gibraltar) Limited

32 Line Wall Road
PO Box 375
Gibraltar

- Hambros (Gibraltar Nominees) Limited

Sovereign Trust International Limited

Second Floor, Mansion House
143 Main Street
PO Box 564
Gibraltar

- Sovereign Trust (Gibraltar) Limited
- Sovereign Trust International Limited

Steadfast Trustees Limited

Suite E - Regal House
Queensway
PO Box 246
Gibraltar

- Steadfast Trustees Limited

STG Valmet Trustees Limited

Suite 7B and 8B
50 Town Range
PO Box 104 & 472
Gibraltar

- STG Valmet Trustees Limited

T & T Management Services Limited

28 Irish Town

PO Box 15

Gibraltar

- T & T Trustees Limited

The Royal Bank of Scotland (Gibraltar) Limited

1 Corral Road

PO Box 766

Gibraltar

- The Royal Bank of Scotland (Gibraltar) Limited

As at 31st March 2002

Newsletters and Guidance Notes

Banking Newsletters

1 of 1996	Short term exposures to Gibraltar incorporated banks
2 of 1996	Annual Notification of Controllers
1 of 1997	Banking (Amendment) Ordinance 1996
2 of 1997	Compliance Requirements
3 of 1997	On-Balance Sheet Netting & Cash Collateral
4 of 1997	Loan Securitisation
5 of 1997	Guidance Note on Accounting & Other Records and Internal Control Systems
6 of 1997	Guidance Note on Reporting Accountants Regime
1 of 1998	New Banking Legislation
1 of 2000	Advertising, Customer Complaints, Bank Holding Companies and other issues
2 of 2000	Amendments to Administrative Notices issued under the Banking Ordinance 1992
1 of 2001	Pre-Notification of Large Exposures

Banking Guidance Notes

1	Outsourcing
2	Policies on Connected Lending
3	Provision of Cross-border Services
4	Provisioning Policy Statements
5	Framework for Banking Supervision

FSC Newsletters

1 of 1992	Guidance Notes On The Marketing Of Collective Investment Schemes
2 of 1992	Best Market Practice. Section on Money Laundering Guidelines withdrawn October 1996
4 of 1992	Guidance Notes On Communications Between Auditors And The Commission
5 of 1992	Guidance Notes On "Know Your Customer"
1 of 1993	Fraud: Ghost Money, Funny Money, Ready Willing And Able To Deliver, Advance Fee Fraud
3 of 1993	The Use Of Personal Computer Systems: A Guide To Secure System Implementation
4 of 1993	Best Market Practice 2. The Sale And Marketing Of Life Assurance Products.
6 of 1993	Penalties Regulations
2 of 1995	Best Market Practice - Mod Pension Transfers
3 of 1995	Sugar Frauds
1 of 1996	Criminal Justice Ordinance, 1995
2 of 1996	Return Of Trust And Companies Under Management
3 of 1996	Insurance Managers
4 of 1996	Best Market Practice: Anti Money Laundering Systems, Controls and Procedures
1 of 1997	Statement of Representation, Notifiable Events, Return of Trusts and Companies Under Management
2 of 1997	Advertising and the "Internet"
1 of 1998	The General Duties and Responsibilities of Directors
1 of 2002	Fitness and Propriety

Insurance Newsletters

1 of 1996	Insurance Guidance Notes
1 of 1997	Insurance Guidance Notes
2 of 1997	Changes to Insurance Legislation
3 of 1997	Legislative Changes Affecting Insurance Companies and their Auditors
4 of 1997	Update on Issues Affecting Insurance Companies Licensed under the Insurance Companies Ordinance
1 of 1999	EMU, the Euro and the Annual Returns - Changes which will affect insurance companies licensed in Gibraltar
2 of 1999	Abbreviated Returns For Captive Insurers
3 of 1999	Euro exchange rate for the 12 months commencing 31 December 1999
1 of 2001	Euro exchange rate for the 12 months commencing 31 December 2000
1 of 2002	Euro Exchange rate for the 12 months commencing 31 December 2001
2 of 2002	New Insurance Fees
3 of 2002	New Solvency Margin Requirements for Life and Non-Life Insurance Companies - transitional arrangements

Insurance Guidance Notes

1	Guidance Notes for Applicants to carry on insurance business in Gibraltar
2A	Guidance Note on the preparation of annual returns for general business insurers and reinsurers
2B	Guidance Note on the preparation of annual returns for long term business insurers and reinsurers
2C	The Use and Preparation of Abbreviated Annual Returns for Captive Insurers
3	Changes of notifiable persons
4	Valuation of assets
5	Systems of control over investments(and counterparty exposure)
6	Systems of control over General Business Claims Provisions
7	Disclosure of Information relating to Non - Life Contracts
8	Disclosure of Information Relating to Life Assurance Contracts
9	Reporting the use of Derivatives
10	The "single passport"
11	The use of Derivative Contracts in Insurance Funds
12	Linked Contracts

Current Legislation

Asset Protection Trusts

ORD	13	1934	Bankruptcy Ordinance, 1934
ORD	12	1990	Bankruptcy (Amendment) Ordinance, 1990
ORD	30	1990	Bankruptcy (Amendment)(No2) Ordinance, 1990
LN	158	1990	Bankruptcy (Register of Dispositions) Regulations, 1990

Banking

ORD	11	1992	Banking Ordinance, 1992
LN	138	1992	Banking (Regulation of Credit Institutions) Regulations, 1992
ORD	15	1993	Banking (Amendment) Ordinance, 1993
LN	150	1993	Banking Ordinance (Amendment) Regulations, 1993
ORD	1	1994	Banking (Amendment) Ordinance, 1994
LN	55	1995	Banking Ordinance (Amendment) Regulations, 1995
ORD	45	1998	Banking (Gibraltar and United Kingdom Passporting) Ordinance 1998
LN	125	1992	Banking Regulations, 1992
LN	23	2002	Banking (Fees Amendment) Regulations, 2002
LN	151	1997	The Banking (Accounts Directive) Regulation, 1997 (into effect on 1st April 1998)
LN	61	1998	The Banking (Accounts Directive) Regulation, 1997, Notice of Corrigenda
LN	57	1995	Banking Ordinance (Branch Accounts) Regulations, 1995
LN	64	1995	Banking (Amendment) Regulations, 1995
ORD	8	1996	Banking (Amendment) Ordinance, 1996
ORD	7	1998	The Banking (Amendment) Ordinance, 1997
ORD	6	1998	The Banking (Auditors and Information) Ordinance, 1997
ORD	4	1998	The (Extension to Building Societies) Ordinance, 1997
ORD	9	1998	The Financial Institutions (Prudential Supervision) Ordinance, 1997

Administrative Notices;

1	Implementation in Gibraltar of the Solvency Ratio Directive
2	Implementation in Gibraltar of the Directive on the Own Funds of Credit Institutions
2A	Subordinated Loan Capital
3	Implementation in Gibraltar of the Directive on the Monitoring and Control of Large Exposures of Credit Institutions
4	Implementation in Gibraltar of the Consolidated Supervision Directive
5	Implementation in Gibraltar of the EEA Agreement
6	Implementation in Gibraltar of the Netting Directive
7	The Capital Adequacy Directive - requirements for Gibraltar incorporated banks
8	The Post BCCI Directive: Close Links

Financial Services Commission

ORD	46	1989	Financial Services Commission Ordinance, 1989
ORD	6	1991	Financial Services Commission (Amendment) Ordinance, 1991
ORD	3	1994	Financial Services Commission (Amendment) Ordinance, 1994

Financial Services Ordinance

ORD	47	1989	Financial Services Ordinance, 1989
ORD	10	1998	Financial Services Ordinance, 1998
LN	138	1992	Banking (Regulation of Credit Institutions) Regulations, 1992
ORD	17	1993	Financial Services (Amendment) Ordinance, 1993
LN	151	1993	Financial Services Ordinance (Amendment) Regulations, 1993
LN	144	1995	Financial Services (Amendment to Schedule 3) Regulations, 1995
LN	68	1991	Financial Services (Collective Investment Schemes) Regulations, 1991
LN	65	1992	Financial Services (Collective Investment Schemes)(Amendment) Regulations, 1992
LN	73	1992	Financial Services (Collective Investment Schemes)(Amendment)(No2) Regulations, 1992
LN	14	1994	Financial Services (Collective Investment Schemes)(Amendment) Regulations, 1994
LN	123	1997	Financial Services (Collective Investment Schemes)(Amendment) Regulations, 1997
ORD	9	1998	The Financial Institutions (Prudential Supervision) Ordinance, 1997
LN	85	1991	Financial Services (Licensing) Regulations, 1991
LN	147	1995	Financial Services (Licensing)(Amendment) Regulations, 1995
LN	86	1991	Financial Services (Fees) Regulations, 1991
LN	146	1995	Financial Services (Fees)(Amendment) Regulations, 1995
LN	28	2002	Financial Services (Fees)(Amendment) Regulations, 2002
LN	94	1991	Financial Services (Conduct of Business) Regulations, 1991
LN	95	1991	Financial Services (Advertisements) Regulations, 1991
LN	146	1993	Financial Services (Advertisements)(Amendment) Regulations, 1993
LN	96	1991	Financial Services (Unsolicited Calls) Regulations, 1991
LN	98	1991	Financial Services (Accounting & Financial) Regulations, 1991
LN	74	1992	Financial Services (Accounting & Financial)(Amendment) Regulations, 1992
LN	147	1993	Financial Services (Penalty Fees) Regulations, 1993

Administrative Notice;

1	Capital Adequacy Directive, Investment Services Directive, Requirements for Gibraltar Investment Firms (Revised 20/9/99)
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Insurance

ORD	10	1987	Insurance Companies Ordinance, 1987
ORD	21	1987	Insurance Companies (Amendment) Ordinance, 1987
ORD	43	1990	Insurance Companies (Amendment) Ordinance, 1990
ORD	2	1994	Insurance Companies (Amendment) Ordinance, 1994
ORD	8	1997	Insurance Companies (Amendment) Ordinance, 1997
LN	9	1990	Insurance Companies (Licensing Application) Regulations, 1990
LN	11	1990	Notice of Corrigendum to the Insurance Companies (Licensing Application) Regulations, 1990
LN	54	1992	Insurance Companies (Licence Fees) Regulations, 1992
LN	25	2002	Insurance Companies (Licence Fees)(Amendment) Regulations, 2002
LN	42	1995	Insurance Companies Ordinance (General Insurance and Long Term Insurance Directives) Regulations, 1995
LN	50	1995	Insurance Companies Ordinance (General Insurance and Long Term Insurance Directives)(No2) Regulations, 1995
LN	51	1995	Notice of Corrigendum to the Insurance Companies Ordinance (General and Long Term Insurance Directives) Regulations, 1995
LN	63	1996	Insurance Companies Ordinance (General Insurance and Long Term Insurance Directives) Regulations, 1996
LN	64	1996	Insurance Companies (Conduct of Business) Regulations, 1996
LN	65	1996	Insurance Companies (Deposits) Regulations, 1996
LN	66	1996	Insurance Companies (Prescribed Particulars) Regulations, 1996
LN	24	2002	Insurance Companies (Prescribed Particulars)(Amendment) Regulations, 2002
LN	67	1996	Insurance Companies (Solvency Margins and Guarantee Funds) Regulations, 1996
LN	28	1997	Insurance Companies (Solvency Margins and Guarantee Funds)(Amendment) Regulations, 1997
LN	68	1996	Insurance Companies (Valuation of Assets and Liabilities) Regulations, 1996
LN	29	1997	Insurance Companies (Valuation of Assets and Liabilities)(Amendment) Regulations, 1997
LN	113	1997	Insurance Companies (Valuation of Assets and Liabilities)(Amendment)(No.2) Regulations, 1997
LN	69	1996	Insurance Companies (Forms) Regulations, 1996
LN	24	1997	Insurance Companies (Accounts Directive) Regulations, 1997
LN	112	1997	Insurance Companies (Auditors) Regulations, 1997
LN	136	1997	Insurance Companies (Prudential Supervision) Regulations, 1997
LN	118	1998	Insurance Companies (Accounts And Statements) Regulations 1998
LN	42	2000	Insurance Companies (Accounts And Statements) (Amendment) Regulations 2000

Money Laundering

ORD	6	1995	Drug Trafficking Offences Ordinance, 1995
LN	30	1995	Drug Trafficking Offences (Prescribed Sum) Regulations, 1995
LN	41	1995	Drug Trafficking Offences Ordinance 1995 (Designated Countries and Territories) Order, 1995
LN	62	1995	Drug Trafficking (Detention and Forfeiture of Cash) Rules, 1995
ORD	14	1995	Criminal Justice Ordinance, 1995

Misc.

ORD	33	1998	Listing of Securities Ordinance, 1998
ORD	35	1998	Disclosure of Interests in Shares Ordinance, 1998
ORD	41	1998	Insider Dealing Ordinance, 1998
ORD	42	1998	Prospectuses Ordinance, 1998
ORD	22	2001	The Protected Cell Companies Ordinance 2001

IMF Report

Executive summary

1. The development of the financial sector in Gibraltar has been facilitated by its location, a favorable tax regime, a stable government, status within the European Union (EU), no exchange controls, a legal framework based on the British system, and the availability of a well-qualified labor force, particularly well endowed with accounting and legal skills.

2. This assessment covers both offshore and onshore financial activities, as there is no difference in the regulation and supervision of onshore and offshore financial institutions. Regulation and supervision have been based on relevant EU legislation and reflect U.K. practices in these areas.

3. The Gibraltar financial sector is not large by international standards. For example, assets of banks that conduct only offshore business amount to £1.9 billion compared with Cyprus' £12 billion and Cayman's more than £450 billion. However, its contribution to employment and to the foreign exchange earnings of the economy is important. It is estimated that the financial sector, both onshore and offshore, accounts for roughly 30 percent of GDP or about the same as tourism.

4. The financial services provided are broad and include banking, insurance services, and some relatively small-scale fund management and advisory business. Current policy is that all such activities should be carried out in physical premises in Gibraltar, with accounting records and management available for inspection in the territory.

5. Banking is the most important offshore activity but with assets of US\$5 billion, it is small relative to that carried on in some other jurisdictions and does not create significant risk for the international financial system.

6. There are also a number of insurance companies whose total assets are about US\$325 million, and a modest investment and securities industry. In addition, there are approximately 28,500 active companies registered of which 8,800 are exempt companies. The provision of professional trusteeship and company management services

is deemed to be "controlled activities" and there are 83 groups that are licensed to conduct that business.

7. The mission undertook a Module 2 assessment in accordance with the procedures agreed upon by the IMF's Executive Board in July 2000. This comprised a Basel Core Principles assessment of the supervision of the banking sector, an assessment of the insurance sector based on the International Association of Insurance Supervisors' (IAIS's) principles of insurance supervision, an assessment of the investment and securities business, based on the International Organization of Securities Commissions' (IOSCO's) principles, and an assessment of the provision of company and trust activities services.

8. With respect to the assessment of company and trust activities there are no agreed international standards. The OECD's Principles of Corporate Governance focus on the management of public companies. These principles are not applicable to trusts and are not directly applicable to privately held trading or holding companies which are typical in offshore jurisdictions. The assessment therefore is based on certain developing 'good practices' which have applied in the Edwards Report on Crown Dependencies and the KPMG Review of Financial Regulation in Caribbean Overseas Territories and Bermuda.

9. The results of our assessments indicated that supervision is generally effective and thorough and that Gibraltar ranks as a well-developed supervisor. It meets most of the international standards and 'good practices' and is making considerable progress with respect to those principles with which it is not yet fully compliant or observant.

10. There is a high level of compliance with the Basel Core Principles for Effective Banking Supervision. Gibraltar is compliant with 18 of the principles and largely compliant with the other seven.

11. Insurance is also supervised to a good standard. Gibraltar is observant of 13 of the Core Principles promulgated by the IAIS, largely observant of three others and materially non-observant of one. The latter relates to

onsite visits and Gibraltar is aware of this weakness.

12. With regard to the regulation and supervision of investment and securities activities, Gibraltar was assessed with respect to the 30 IOSCO principles and is fully compliant with 19, largely compliant with three and eight are not applicable.

13. In the area of company and trust regulation and the supervision of company and trust service providers, where there are no international standards, as yet, Gibraltar is in the forefront of the development of good practices. It is worth noting that Gibraltar was one of the first jurisdictions to have introduced regulation and supervision of the company and trust services business

14. In 1989, the Government of Gibraltar introduced the Financial Services Commission Ordinance which was enacted in Gibraltar's Parliament. Whilst overall policy in respect of financial services remain within the remit of the government, the Ordinance established a Commission that is fully independent of the Government of Gibraltar in regulatory and supervisory matters. The Ordinance provides for appointment of the Commissioner also Chairman of the Financial Services Commission—and the seven other members to be made by the Governor (acting with the agreement of the U.K. Foreign Secretary). The Ordinance also requires the Financial Services Commission (FSC) to provide advice to the Government of Gibraltar on the regulatory aspects of financial services matters and, in practice, this has meant that the FSC and the Government have established a close working relationship. The promotion of Gibraltar as a financial centre is the responsibility of the Gibraltar Finance Centre Division within the Ministry of Trade, Industry and Telecommunications.

15. The FSC is the sole regulatory and supervisory authority for financial services providers operating in or from within Gibraltar. Under its founding ordinance, the FSC is required to match U.K. supervisory standards where European Union law applies and as Gibraltar is part of the European Union through the United Kingdom's membership, it has put in place relevant EU directives that apply to the financial sector.

16. The FSC carries out its duties diligently and has an intimate knowledge of the institutions under its supervision. Its policy is to be approachable and accessible to its licensees and this is characteristic of small jurisdictions where people are well known to each other. There is general acknowledgement in the industry of the FSC's professional approach.

17. There is some scarcity of resources, and this has meant that the amount of onsite supervision has been somewhat less than desirable. The FSC is aware of these limitations and is making efforts to resolve them. The issue of additional resources is one that is faced by many jurisdictions. This is a result of the demand internationally for more and better supervision.

18. The FSC's activities are supported by a well-developed Information Technology (IT) system that provides a wide range of timely management information. This facilitates peer group analysis, trends and exception reports.

19. Current anti-money laundering measures as they relate to the Basel Core Principles, the IOSCO Principles and the IAIS Principles appear to be effective, although as in other jurisdictions, there is always scope for improving know your customer requirements. The FSC complies with accepted international standards of cooperation with foreign supervisory agencies with regards to the exchange of information and allows foreign home supervisors to conduct onsite reviews in Gibraltar.

Response to the IMF Report by the Financial Services Commission and the Government of Gibraltar

General Matters

Recommendation

Resources

Recommendation in paragraphs 93, 112, 150, 218 & 233.

The FSC should take on additional staff to assist in on-site inspections and other supervisory duties.

Response

Recommendation accepted. The FSC has already recruited additional enforcement and supervisory staff and will consider recruiting more if that is necessary.

Fitness &

Propriety

Recommendation in paragraphs 115, 154 & 223.

The FSC should issue a guidance note setting out the fit and proper criteria.

Recommendation accepted. The FSC has recently issued a policy statement on the fit and proper test (FSC Newsletter No1 of 2002). This enables prospective applicants and authorised firms to better understand the criteria they must satisfy.

Civil Sanctions

Recommendation in paragraphs 49, 100 & 131.

The FSC should consider a regime of monetary sanctions that would provide more flexibility to impose penalties and in amounts high enough to serve a deterrent for serious violations.

The Government is in favour in principle of extending monetary sanctions. Any such extension will of course have to take into account any administrative structures required to provide for appeal etc.

Removal of
Officers from

Authorised Firm
Recommendation in paragraphs 52 & 236.

The FSC should seek explicit legal power to suspend, remove or bar from working in the financial services industry an officer or director of a regulated entity.

FSC considers that it has the necessary powers to take action against individuals in the circumstances described in the report and have exercised these powers in the past. However, the need to keep these powers under review is noted.

Statutory Duties

Recommendation in paragraph 146.

The statutory responsibilities of the FSC should be amended to include specifically i. protection of investors, ii. ensuring markets are fair, and iii. reduction of systemic risk.

The report recognises that these objectives are already subsumed within the language of the Gibraltar statute and that FSC staff bear them in mind when performing their duties. However, consideration will be given to making them explicit if an appropriate opportunity arises.

Petitioning for
Winding up of
Firms

Recommendation in paragraph 234.

Legislation should be introduced to provide for the petitioning of the winding up of a regulated entity.

The Government is agreeable in principle to introduce the necessary powers to allow the FSC to petition the court for the winding up of (a) regulated firms, and (b) companies carrying on or holding themselves out as carrying on regulated business without authorisation.

Anti-Money Laundering Issues

Recommendation

Revision of Anti-Money Laundering Guidance Notes Recommendation in paragraphs 56, 58 & 238.

Various amendments should be made to the Anti-Money Laundering Guidance Notes in order to clarify several issues and the implementation of the consultation paper. Also recommended that the AMLGN be available on the FSC's website.

Response

Recommendation accepted. Part IV of the Anti-Money Laundering Guidance Notes has been redrafted. Consideration has been given to the use of the Recommendation wording in the re-drafting. Amendments arising from the consultation process will take into account recommendation in paragraph 58 in full. It is intended that a copy of the revised Anti-Money Laundering Guidance Notes be made available on the FSC's website. Hard copies will also continue to be made available.

Anti-Money Laundering Arrangements Recommendation in paragraph 99.

The FSC should adopt a more structured approach to overseeing compliance with anti-money laundering procedures.

Recommendation accepted. Scopes for Reporting Accountants Reports for 2001/2 for banking institutions has been issued and concentrate on anti-money laundering procedures and KYC.

Banking

Recommendation

Guidance Note on Loan Principles Recommendation in paragraph 95.

The draft guidance notes addressing loan principles should be adopted.

Response

Recommendation accepted. Guidance Note on provisioning policy statements has been finalised and issued to industry.

Loan Classification & Country Risk Regime Recommendation in paragraphs 96 & 97.

The FSC should require banks to introduce a loan classification regime that would reflect best international practice.

The FSC accepts the principle. However, the loan book composition of the majority of banks is currently very straightforward and uncomplicated. Likewise bank lending is mainly of a personal nature or for private investment and consequently banks in Gibraltar do not run sovereign debt positions.

Insurance

Recommendation

Underwriting of Insurance Business Recommendation in paragraph 115.

The FSC should introduce a more structured approach to determining exposure on the insurance business underwritten.

Response

Recommendation accepted. The FSC will adopt techniques to assist in determining the exposure on insurance business underwritten.

Recommendation

Reasons for the Revocation or Removal of a Licence under the Insurance Companies Ordinance Recommendation in paragraph 115.

Reasons for refusal or revocation of licence should be expanded on at next review of Insurance Companies Ordinance.

Response

This recommendation is made in the context of a future review of the Insurance Ordinance. Although the FSC considers it already has sufficient powers in this regard it will consider the point carefully when such a review takes place.

Insurance Groups Directive Recommendation in paragraph 117.

Gibraltar should implement the EU Insurance Groups Directive as soon as possible.

Recommendation accepted. Legislation is in final stages of drafting.

Review of Market Conduct Issues Recommendation in paragraph 129.

The FSC should conduct a full review of market conduct issues.

Recommendation accepted. The FSC is to review market conduct issues and current division of responsibilities between Insurance Supervisor and Investment Services Supervisor.

Investment Services

Recommendation

Self-Regulatory Organisations Recommendation in paragraph 151.

The FSC should take into account the manner in which self-regulatory organisations could augment its own efforts in securities regulation.

Response

The FSC accepts the principle but doubts the industry is large enough to make self-regulation viable. The FSC works closely with the industry associations and consults them on regulatory changes as a matter of course.

Controlled Activities

Recommendation

Revised Conduct of Business Regulations Recommendation in paragraphs 202 & 243.

The FSC should implement the draft Conduct of Business regulations which are specifically directed towards the controlled activities sector.

Response

The Government accepts the recommendation and the relevant regulations will be introduced as soon as the current consultative process ends.

Extension of Scope to Regulated Activities Recommendation in paragraphs 222 & 225.

Current proposals to amend the legislation to extend the types of activities constituting licensable company management services should be implemented.

Recommendation accepted. Changes to the legislation, which would bring company formation agents and registered office providers within the definition of regulated activities, are currently being drafted.

In practice most lawyers and auditors conduct professional trustee work and company management via special purpose companies duly licensed by the FSC.

Recommendation

Flee Clauses
Recommendation
in paragraph 194.

Trust legislation should be amended to restrict the use of flee clauses.

Response

The Government's stance, based on legal advice, is that although there are no restrictions on any specific events that might trigger a flee clause, there are certain events that were they to be included, would render it as unenforceable as contrary to public policy, for instance if the flee clause were to be triggered by the occurrence of a criminal act or fraud. Notwithstanding this fact, the Government is considering the recommendation.

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