

**Circular No.:** DClear/2024/08  
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### Amendment to Dubai Clear Securities Lending and Borrowing Rules

Dubai Clear has updated its Rules for Securities Lending and Borrowing (SLB) to permit onward transfers of borrowed securities by Professional Investors licensed by a supervisory authority similar to the Securities and Commodities Authority of the UAE or a foreign banking supervisory authority pursuant to its lending activities to its clients.

As of the date of this circular, Subsection 2.3.3 have been added to Article 2 “General Provisions” and Article 2.4 of the same Article has been amended to read as follows:

Change	Before Amendment	After Amendment
<b>New Rule 2.3.3</b>	None.	Securities may be lent by a Professional Investor whenever that investor is a foreign entity licensed by an Equivalent Regulatory Authority or a foreign banking supervisory authority when lending to its professional investor clients and from its own account, provided that this is under an international securities borrowing and lending agreement such as a GMSLA.
<b>Amended Rule 2.4</b>	A Borrower may not transfer borrowed Securities, arrange any mortgage or lien on them, or make any disposal thereof except thorough short selling with exception of Brokerage Company which may lend Securities to its clients only.	A Borrower may not transfer the borrowed Securities, arrange any mortgage or lien, or dispose of such Securities except through short selling with the exception of a Brokerage Company and a Professional Investor in accordance with Rule 2.3 above.