

## **GLOSSARY (GLO)**

\*In this document underlining indicates new text and striking through indicates deleted text.

## 1. INTRODUCTION

### 1.1 Application

1.1.1 This Rulebook ("GLO") applies to every Person to whom any of the Rulebooks apply.

### 1.2 Defined Terms

1.2.1 In the Rulebooks:

- (1) a word or phrase which is defined in GLO is a defined term and has the meaning given in GLO; and
- (2) a word or phrase which relates to a defined term must be interpreted accordingly.

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Defined Terms	Definitions
<u>Fiat-Referenced Token</u>	<u>Has the meaning given in section 258 of FSMR.</u>
Relevant Money	<p><u>Means:</u></p> <p><u>(a) Means—sums received from or for the benefit of a Payment Service User in the course of the execution of a Payment Transaction, whether held on behalf of a Payment Service User in a Payment Account or exchanged for a Payment Instrument or Stored Value, or sums received from a Payment Service Provider for the execution of a Payment Transaction on behalf of a Payment Service User; or</u></p> <p><u>(b) where the Authorised Person has issued a Fiat-Referenced Token:</u></p> <p><u>(i) proceeds earned from the issuance of a Fiat-Referenced Token;</u></p> <p><u>(ii) interest or other gains earned from the holding of Reserve Investments; or</u></p> <p><u>(iii) proceeds earned from the sale of Reserve Investments.</u></p>
<u>Reserve Account</u>	<p><u>Means an account established with:</u></p> <p><u>(a) an Authorised Person which is authorised under its Financial Services Permission to Provide Custody; or</u></p> <p><u>(b) a Third-Party Agent located outside ADGM,</u></p> <p><u>which is intended to hold Reserve Investments.</u></p>
<u>Reserve Assets</u>	<p><u>Means:</u></p> <p><u>(a) Relevant Money arising from undertaking the Regulated Activity of Issuing a Fiat-Referenced Token; and</u></p> <p><u>(b) Reserve Investments.</u></p>

Defined Terms	Definitions
<u>Reserve Investments</u>	<p><u>Means:</u></p> <p>(a) <u>cash equivalents and debt securities with up to three-month residual maturity issued by:</u></p> <p>(i) <u>the government or central bank of the jurisdiction of the fiat currency to which the Fiat-Referenced Token is referenced; or</u></p> <p>(ii) <u>organisations that are of both a governmental and an international nature of Credit Quality Grade 1 for CR Exposures;</u></p> <p>(b) <u>public money-market funds which invest in government debt, subject to Regulator-approved:</u></p> <p>(i) <u>limits on the value of Reserve Investments to be held in such funds; and</u></p> <p>(ii) <u>credit ratings of such funds; and</u></p> <p>(c) <u>reverse repurchase agreements overcollateralised by debt securities issued by a government or central bank of pegged currency on an overnight basis, with a counterparty that is not affiliated with the issuer and is of strong financial standing.</u></p>
Safe Custody Asset	<p><u>Means:</u></p> <p>(a) <u>Means a designated Client Investment, which is not the property of the Authorised Person, which is held or to be held for safekeeping by an Authorised Person or Third-Party Third-Party Agent; or</u></p> <p>(b) <u>a Reserve Investment.</u></p>
Third-Party Agent	<p>Means, in relation to a Client Account <u>or a Reserve Account</u>, a Financial Institution including a bank, custodian, an intermediate broker, a settlement agent, a clearing house, an exchange and “over-the-counter” counterparty acting in the capacity of a third party agent.</p>