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Date: 26 February 2014

From : Saudi Arabian Monetary Agency
CC : H.E. Abdulaziz Al-Helaissi, Deputy Governor for Supervision
To : All Banks
Attention : Managing Directors, Chief Executive Officers and General Managers
Subject : **Basel Committee on Banking Supervision Joint Forum Document regarding Longevity Risk Transfer Markets: Market Structure, Growth Drivers and Impediments, and Potential Risks**

The aim of this Joint Forum report is to give a first and preliminary analysis of the size and structure of the LRT markets, and the factors affecting their growth and development. It will also seek to raise awareness of the associated potential risks and cross sectoral issues for market participants, policymakers and supervisors.

Banks are expected to refer to this BCBS document as a guidance in managing their own banking employee pension funds.

The Banks can access this BCBS document from BIS website: www.bis.org where they are expected to review it and incorporate it where relevant in their own internal capital planning framework. Also should any bank need any clarifications, they should contact Mr. Tariq Javed at t_javed@sama.gov.sa and Mr. Abbas Hassan at ahassan@sama.org.sa.

Best regards,

Alwaleed Alsheikh
Director of Banking Supervision