



# Central Bank of Trinidad and Tobago

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May 3, 2021

**CIRCULAR LETTER TO:**

Licenses and FHCs under the Financial Institutions Act, 2008  
Insurers registered under the Insurance Act, 2018  
Trinidad and Tobago Unit Trust Corporation  
Trinidad and Tobago Mortgage Finance Limited,  
Home Mortgage Bank  
Agricultural Development Bank  
National Insurance Board

***Copied to:***

Bankers Association of Trinidad and Tobago  
Association of Trinidad and Tobago Insurance Companies  
Institute of Chartered Accountants of Trinidad and Tobago  
Caribbean Actuarial Association  
Trinidad and Tobago Securities and Exchange Commission

**REF: CB-OIFI-947/2021**

**DRAFT GUIDELINE ON THE MANAGEMENT OF MARKET RISK**

The Central Bank of Trinidad and Tobago (Central Bank\Bank) in keeping with its mandate to ensure safety and soundness of the financial system has developed the draft guideline entitled “*Guideline on the Management of Market Risk*”.

The Guideline outlines minimum standards for the management of market risk and encourages improved market risk management practices by institutions under the Bank’s regulatory purview. Notably, the principles set out in the Guideline accord with international best practices and legislative requirements and are underpinned by the principle of proportionality.

Institutions are invited to provide feedback on the Guideline which is appended and can be accessed also on the Bank’s website at <https://www.central-bank.org.tt/core-functions/supervision/banking-sector-draft-consultation-papers> and <https://www.central-bank.org.tt/core-functions/supervision/insurance-sector/draft-and-consultation-papers>.

Comments and queries should be submitted electronically to [GuidelinesComments@central-bank.org.tt](mailto:GuidelinesComments@central-bank.org.tt) by **June 30th, 2021**.

We look forward to your timely feedback.

Yours sincerely,

Patrick Solomon

**INSPECTOR OF FINANCIAL INSTITUTIONS**