

## Definitions

| Sl. No. | Term  | Definition  |
|---------|---|---|
| 1.      | <b>Stablecoin</b>                             | means a crypto asset that aims to maintain a stable value relative to a specified asset or a basket of assets including one or more fiat currencies, through a stabilization mechanism, but does not have a legal tender status and excludes central bank digital currencies (CBDCs).               |
| 2.      | <b>Fiat backed stablecoin</b>                 | means a stablecoin that seeks to maintain a stable value by reference to a single fiat currency (single currency backed stable coin) or a basket of fiat currencies (multi-currency backed stablecoin) and by holding the fiat currency or fiat currencies, as the case may be, as reserve asset.   |
| 3       | <b>Approved stablecoin</b>                    | means a stablecoin issued by a licensed stablecoin issuer in accordance with the requirements of Stablecoin Issuance and Offering Module.   |
| 4       | <b>Reserve asset</b>                          | means the pool of assets backing an approved stablecoin. The reserve asset is held by the stablecoin issuer and is used to secure the claim against the stablecoin issuer.  |
| 5       | <b>Stablecoin issuer</b>                      | A firm licensed by the CBB to issue stablecoin.   |
| 6       | <b>Regulated stablecoin offering services</b> | Any of the regulated activities permitted to be undertaken by a stablecoin issuer as outlined in Stablecoin Issuance and Offering Module  |
| 7       | <b>Significant Stablecoin</b>                 | means approved stablecoins which satisfies the conditions stipulated in Stablecoin Issuance and Offering Module.  |
| 8       | <b>Stablecoin Whitepaper</b>                  | A document that provides information about the stablecoin issuer, description of the stablecoin, the rights and obligations of the stablecoin issuer and the clients holding the stablecoin, the stabilisation mechanism, reserve management arrangements, the underlying technology and the risks. |