CAYMAN ISLANDS
MONETARY AUTHORITY

5th February 2020

President, Alternative Investment Management Association (Cayman)
Chief Executive Officer, Cayman Finance
President, Cayman Islands Association of Insurance and Financial Advisors
President, Cayman Islands Bankers Association
President, Cayman Islands Company Managers Association
President, Cayman Islands Directors Association
President, Cayman Islands Fund Administrators Association
Chief Executive Officer, Cayman Islands Institute of Professional Accountants
President, Cayman Islands Insurance Association
President, Cayman Islands Legal Practitioners Association
President, Chartered Financial Analysts (CFA) Society of the Cayman Islands
President, Cayman Islands Compliance Association
President, Insurance Managers Association of Cayman
President, Society of Trust and Estate Practitioners (Cayman Islands)

Dear Heads of Private Sector Associations

Re: **Summary of Consultation and Feedback Statements on Private Sector Consultation Paper on the Amendments to the Guidance Notes on the Prevention and Detection of Money Laundering and Terrorist of December 13, 2017 ("GNs")**

In accordance with section 4(1)(b) of the Monetary Authority Law (2020 Revision), the Cayman Islands Monetary Authority ("the Authority") presents feedback received during the private sector consultation on the GNs Amendments related to:

1) Assessing Risk and Applying a Risk Based Approach;
2) Ongoing Monitoring;
3) Virtual Asset Service Providers;
4) Targeted Financial Sanctions; and
5) Title and Amendment to Part II, Section 13, Paragraph B (5) of the GNs.

The Authority has reviewed and considered all comments received. In some instances, amendments were made to the GNs Amendments in response to industry comments. The attached feedback statements set out the industry's comments and the Authority's response.

The Authority would like to thank the Private Sector Associations for its participation in this process. We advise that the GNs Amendments related to Assessing Risk and Applying a Risk Based Approach; Ongoing Monitoring; and Virtual Asset Service Providers were published in the Cayman Islands Extraordinary Gazette No. 9/2020 on 5 February 2020.

If you have any questions, please feel free to contact me or Rayford Britton in the Policy and Development Division (RayfordBritton@cima.ky).

The Summary of Consultation and Feedback Statements on Private Sector Consultation Paper and the GNS amendments will be posted to the Authority's website at www.cima.ky.

Yours sincerely

Patrick Bodden
Deputy Managing Director-Operations

Encl.