



THE COMPLIANCE COMMISSION

NOTICE
9TH MAY, 2019

THE IMPLEMENTATION OF THE RISK BASED APPROACH & PRIORITIZATION OF ON-SITE EXAMINATIONS

To all registrants:

Pursuant to section 32 of the Financial Transaction Reporting Act 2018 (FTRA), the functions of the Commission are – “to maintain a general review of financial institutions in relation to the conduct of financial transactions and ensure compliance with the provision of this Act; to conduct on-site examinations of the business of a financial institution when deemed necessary by the Commission at the expense of the financial institution, for the purpose of ensuring compliance with provision of this Act, and in such cases where the Commission is unable to conduct such examination, to appoint an auditor at the expense of the financial institution to conduct such examination and to report thereon to the Commission”.

The Compliance Commission has implemented the Risk Based Approach (RBA) and prioritization of its on-site examination procedures. All registrants of the Commission will now be analyzed on a risk sensitive basis. The frequency of the on-site examination will be determined based on the financial institution’s risk assessment and risk rating conducted by the Commission.

Each financial institution will be notified by the Commission on their RBA on-site examination date and which cycle they will be assigned beginning in May 2019.

Once the financial institution is assigned an on-site examination date and cycle, they are advised to contact an auditor from the list of approved accountants posted on the Commission’s website to arrange the examination procedure.

Your cooperation in this regard is most graciously appreciated as the Commission look forward to your full co-operation.

Yours sincerely,

Andrew Strachan
Inspector