



To: All Regulated Entities
From: FSRC – St. Kitts Branch
Date: 5 December 2019
Re: CFATF Public Statement – St. Johns, Antigua

On 27 November 2019, the Caribbean Financial Action Task Force (CFATF) issued a Public Statement on Sint Maarten recognizing the progress made by the jurisdiction in addressing the deficiencies identified in its Mutual Evaluation Report.

The CFATF is concerned by Sint Maarten's failure to address the remaining deficiencies in its Anti-Money Laundering/Combating the Financing of Terrorism (AML/CFT) regime after the visit from the High-Level Mission on 24 August 2018 and the Plenary's requirement to overcome these deficiencies by February 2019.

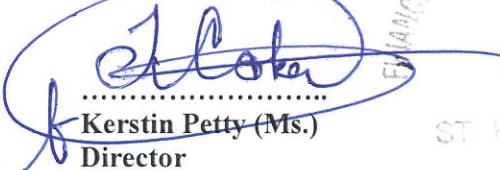
Sint Maarten is therefore urged to immediately address its AML/CFT deficiencies including bringing the necessary outstanding legislation into force and effect.

CFATF Member jurisdictions are called upon to apply countermeasures on the country in order to protect their financial systems from ongoing ML and TF risks emanating from Sint Maarten.

The Public Statement is attached in its entirety and can also be accessed via the link below. It contains relevant information that each regulated entity, as part of the implementation of its risk-based approach, should be aware of.

<https://fsrc.kn/advisories>

Yours Sincerely,


Kerstin Petty (Ms.)
Director



CFATF PUBLIC STATEMENT

St. Johns, Antigua and Barbuda November 27th, 2019 - The Caribbean Financial Action Task Force (CFATF) is an organisation of twenty-five jurisdictions of the Caribbean Basin Region, which have agreed to implement the international standards on Combatting Money Laundering and the Financing of Terrorism & Proliferation (The FATF Recommendations). In order to protect the international financial system from money laundering and financing of terrorism (ML/FT) risks and to encourage greater compliance with the AML/CFT standards, the CFATF identifies jurisdictions that have strategic deficiencies and works with them to address those deficiencies that pose a risk to the international financial system.

Jurisdiction with strategic AML/CFT deficiencies that has not made sufficient progress in addressing the deficiencies. The CFATF calls on its members to consider the risks arising from the deficiencies associated with the jurisdiction, as described below.

Sint Maarten

The CFATF recognizes the progress made by Sint Maarten to date in addressing the deficiencies identified in its Mutual Evaluation Report. However, the CFATF is concerned by Sint Maarten's failure to address remaining deficiencies in its anti-money laundering and combating the financing of terrorism (AML/CFT) regime after the High-Level Mission that visited the country on August 24th, 2018 and the Plenary's requirement to overcome such deficiencies by February 2019, which has not been achieved as verified at the CFATF May and November 2019 Plenary meetings.

The CFATF urges Sint Maarten to immediately address its AML/CFT deficiencies including bringing the necessary outstanding legislation into force and effect. In the event of failure to act on this requirement, the CFATF may call its member jurisdiction to apply countermeasures on the country as set out in the procedures for the third stage of Enhanced Follow-Up, which entails the application of Rec. 21 of the FATF Standards of 2003, in order to protect their financial systems from the ongoing ML and TF risks emanating from Sint Maarten.

The CFATF LI Plenary will review if additional progress has been made by Sint Maarten.