

Financial and Cyber Crime Prevention Unit
Financial Services Regulatory Authority
ADGM Authorities Building,
ADGM Square,
Al Maryah Island,
Abu Dhabi

21 March 2022

Notice No.: FSRA/FCCP/04/2022

To: Senior Executive Officers (SEO), Money Laundering Reporting Officers (MLRO) and Principal Representatives (PR) of Relevant Persons

Dear SEO/MLRO/RP

RE: TFS Awareness in relation to UNSCRs 1718 (2006) and 2231 (2015)

All Financial Institutions (FIs), Designated Non-Financial Businesses and Professions (DNFBPs) and Virtual Asset Service Providers (VASPs) are reminded of the requirement to fulfill the following Targeted Financial Sanctions (TFS) obligations in accordance with Cabinet Decision No. (74) of 2020 for UNSCRs 1718 (2006) and 2231 (2015).

Relevant Persons must implement the below measures:

- Conduct enhanced screening measures on all parties to transactions, including bank/wire transfers, inward/outward remittances, cash deposits/withdrawals, real estate transactions, precious metal and stones transactions, etc. and to ensure they are not linked with persons, entities or organizations listed under UNSCR 1718 (2006) and 2231 (2015).
- Verify that screening tool parameters are updated with the latest information on the UN Consolidated List and are sufficient to detect any 'confirmed' or 'potential' match, particularly in relation to individuals and entities designated pursuant to the abovementioned UNSCRs. In addition, all Relevant Persons are required to verify cross-border transactions suspected of being related to unauthorized trading of Dual-Use Goods.
- Report without delay all 'confirmed' or 'potential' matches related to any designated individuals or entities designated pursuant to the above-mentioned UNSCRs. Reporting should cover any:
 - 'Confirmed' match by raising a Funds Freeze Report (FFR) via GoAML within 2 business days from implementing any freeze measures.

FINANCIAL SERVICES REGULATORY AUTHORITY
سلطة تنظيم الخدمات المالية



- 'Potential' match by raising a Partial Name Match Report (PNMR) via GoAML within 2 business days from implementing any suspension measures.
- Suspicious transactions or activity that might be related to designated individuals or entities pursuant to above-mentioned UNSCRs by raising an STR/SAR via GoAML to the UAE Financial Intelligence Unit .

Dual-Use goods

- The UAE has in force regulation on the Export and Import Control of Dual-Use goods. The regulation details the licensing and reporting requirements for companies involved in the import, export, transit, and trans-shipment of all types of Dual-Use goods that come under the UAE's jurisdiction.
- All FIs, DNFBPs and VASPs should ensure that customers dealing in Dual-Used goods have a valid permit to conduct such trades. The Executive Office of the Committee for Goods and Materials Subjected to Import and Export Control has made available on its **website** the list of Dual-Use Items ("UAE Control List") as per Cabinet Resolution No. (50) for 2020 concerning the control list annexed to Federal Law No. (13) for 2007 relating to commodities subjected to import and export control and Dual-Use chemicals subject to import and export control.

Guidance

The Executive Office has published a number of guidance documents in relation to targeted financial sanctions. FIs, DNFBPs and VASPs can refer to the following guidance documents:

- Typologies on the circumvention of Targeted Financial Sanctions against Terrorism and the Proliferation of Weapons of Mass Destruction; and
- UAE Targeted Financial Sanctions Case Studies 2019-2021 papers.

All FIs, DNFBPs and VASPs should prevent the provision of any financial transaction or services that could contribute to the evasion of Targeted Financial Sanctions imposed pursuant to UNSCR 2231 (2015) and UNSCR 1718 (2006).

Relevant Persons are reminded of their obligations to ensure compliance with Federal AML Legislation, Cabinet Resolution No. (74) of 2020 and the ADGM AML Rulebook. The Financial Services Regulatory Authority (FSRA) will take appropriate action against Relevant Persons who contravene FSRA administered regulations and rules and the Federal AML/CFT Laws.

Sincerely,

Financial Crime Prevention