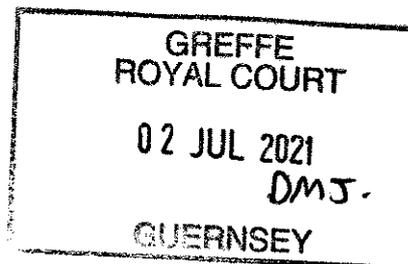


**THE HANDBOOK ON COUNTERING FINANCIAL CRIME
AND TERRORIST FINANCING
(AMENDMENT NO. 2) RULES,
2021 No. 70**



Made: 2 July 2021

Coming into Operation: 5 July 2021

The Guernsey Financial Services Commission (“the Commission”), in exercise of the powers conferred on it by section 49AA of *The Criminal Justice (Proceeds of Crime) (Bailiwick of Guernsey) Law, 1999*¹, section 15 of *The Disclosure (Bailiwick of Guernsey) Law, 2007*², section 11 of the *Transfer of Funds (Guernsey) Ordinance, 2017*³, section 11 of the *Transfer of Funds (Sark) Ordinance, 2017*⁴, and section 11 of the *Transfer of Funds (Alderney) Ordinance, 2017*⁵ makes the following Rules.

Citation and Commencement

1. These Rules may be cited as The Handbook on Countering Financial Crime and Terrorist Financing (Amendment No. 2) Rules, 2021.
2. These Rules shall come into force on 5 July 2021.

¹ No. VIII of 1999 (Ordres en Conseil Vol. XXXIX, pa. 137), as amended by The Criminal Justice (Proceeds of Crime)(Bailiwick of Guernsey)(Amendment) Ordinance, 2018, section 1(8).

² No. XVI of 2007, as amended by The Disclosure (Bailiwick of Guernsey)(Amendment) Ordinance, 2018, sections 5(a), (b) and (c).

³ No. XXVII of 2017.

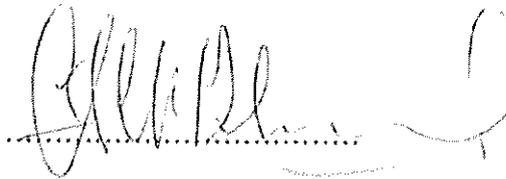
⁴ No. X of 2017.

⁵ No. 3 of 2017.

Amendments

- A. The Handbook on Countering Financial Crime and Terrorist Financing is amended in accordance with the Annex.

Dated this 2 day of July, 2021

A handwritten signature in black ink, appearing to read 'Cees Schrauwens', written over a horizontal dotted line.

Cees Schrauwens

Chairman of the Guernsey Financial Services Commission

For and on behalf of the Commission

Annex

Amendments to The Handbook on Countering Financial Crime and Terrorist Financing, 2019⁶

In this Annex striking through indicates deleted text.

Chapter 4 – Customer Due Diligence

Rule 4.76 Where the firm has been nominated under Paragraph 4.57. for a traded ~~CECIS~~, it must understand the routes by which investors could enter the ~~CECIS~~ and have considered the *risk* presented by these routes to entry in its risk assessment of the ~~CECIS~~ carried out under Paragraph 3(4) of *Schedule 3* and this *Handbook*.

⁶ No. 76 of 2019.

Explanatory Note

The Handbook on Countering Financial Crime and Terrorist Financing, 2019 (“The Handbook”) came into force on the 1 March 2019 (last amended 5th March 2021).

The Commission has made changes to section 4.8.3 of the Handbook regarding a collective investment scheme traded on a recognised stock exchange. This is to accommodate exchange traded funds as the same investor entry routes apply to these funds as to closed ended traded schemes.