

Luxembourg, 9 July 2024

Circular letter 24/8 of the Commissariat aux Assurances on the FATF declarations concerning:

- 1) High-risk jurisdictions against which enhanced due diligence measures and, where appropriate, counter-measures are required**
- 2) Jurisdictions under increased monitoring of the FATF**

Ladies and gentlemen,

At its plenary meeting in June 2024, the Financial Action Task Force ("FATF") has issued statements on the following jurisdictions:

1) High-risk jurisdictions against which enhanced due diligence measures and, where appropriate, counter-measures are required

This statement identifies jurisdictions that have significant strategic deficiencies in their regimes to counter money laundering, terrorist financing, and financing of proliferation ("AML/CFT/CPF").

For these countries, the FATF calls on all its members and urges all jurisdictions to apply enhanced due diligence and, in the most serious cases, counter-measures to protect the international financial system from the money laundering, terrorist financing and proliferation financing risks emanating from these countries.

Following jurisdictions are subject to a FATF call on its members and other jurisdictions to apply counter-measures:

- **Democratic People's Republic of Korea ("DPRK")**

The FATF maintains its position that the **DPRK's** AML/CFT regime continues to have substantial and strategic deficiencies and remains concerned about the serious threats posed by DPRK's illicit activities related to the proliferation of weapons of mass destruction and its financing. In particular, the FATF notes that the DPRK has increased connectivity with the international financial system, which raises proliferation financing risks. Therefore, the FATF maintains its call to apply counter-measures against the DPRK.

We therefore ask you to continue to consider the risks arising from the deficiencies of the AML/CFT/CPF regime and to give special consideration to business relationships and transactions with that jurisdiction, including with companies and financial institutions in that jurisdiction and those acting on their behalf.

We call on you to apply enhanced due diligence and monitoring measures, and adequately assess and account for the increased proliferation financing risk in these cases to prevent these business relationships from being misused to avoid the application of enhanced measures and counter-measures.

In addition, we ask you to maintain enhanced mechanisms for reporting suspicious transactions to the Financial Intelligence Unit ("FIU").

- **Iran**

In June 2016, **Iran** made a high-level political commitment to address its strategic AML/CFT deficiencies and decided to request technical assistance to implement the FATF action plan. However, the FATF action plan expired, although the remaining deficiencies have not been fully addressed.

At its October 2019 plenary meeting, the FATF had called for (i) enhanced supervision of subsidiaries and branches of financial institutions located in Iran, (ii) enhanced control measures, including enhanced or systematic suspicious transaction reporting mechanisms for financial transactions, and (iii) enhanced external audit requirements for financial groups in respect of all their branches and subsidiaries located in Iran.

Given that Iran has not fully addressed the remaining deficiencies, the FATF demands effective counter-measures proportionate to the risks emanating from this jurisdiction. The FATF will remain concerned about the risk of terrorist financing emanating from Iran and the threat this poses to the international financial system until Iran implements the measures required to address the deficiencies identified in the action plan. Iran will remain on the list of jurisdictions subject to a call for action until its action plan is fully implemented.

We therefore ask you to continue to give special consideration to business relationships and transactions with this jurisdiction, including with companies and financial institutions in this jurisdiction and those acting on their behalf.

We call on you to apply in these cases enhanced diligence and monitoring of business relations in order to prevent the diversion of business relations to avoid the application of a strengthened regime and counter-measures. Thus, we ask you to increase the number and frequency of controls applied, to select the types of transactions requiring further examination, and in particular to obtain information on the reasons for the transactions under consideration.

In addition, we ask you to inform us in the event that a third party located in Iran is used to carry out due diligence measures (third party introducers and/or outsourcing).

Finally, we urge you to maintain strengthened mechanisms for reporting suspicious transactions to the FIU.

Following jurisdiction is subject to a FATF call on its members and other jurisdictions to apply enhanced due diligence measures proportionate to the risks arising from the jurisdiction:

- **Myanmar**

In February 2020, **Myanmar** committed to address its strategic AML/CFT deficiencies. Myanmar's action plan expired in September 2021. Given the continued lack of progress and the majority of its action items still not addressed, the FATF required at its October 2022 Plenary meeting the implementation of enhanced due diligence measures proportionate to the risk arising from Myanmar, while ensuring that these measures do not disrupt flows of funds for humanitarian assistance, legitimate activity of non-profit organisations and remittances. Myanmar will remain on the list of jurisdictions subject to a call for action until its action plan is fully completed. If no further progress is made by October 2024, the FATF will consider counter-measures.

We ask you to continue to take into account the risks arising from strategic deficiencies in Myanmar's AML/CFT regime and to give special consideration to business dealings and transactions with this jurisdiction.

In addition, we ask you to maintain enhanced mechanisms for reporting suspicions to the FIU.

2) Jurisdictions under increased monitoring of the FATF

This declaration identifies jurisdictions that are actively working with the FATF to address strategic deficiencies in their AML/CFT/CPF regimes. These jurisdictions are subject to increased monitoring by the FATF and have committed to address swiftly the identified strategic deficiencies, within the timeframes agreed with the FATF.

The FATF does not call for the application of enhanced due diligence measures to be applied to these jurisdictions, but it encourages its members and all jurisdictions to take into account the information presented in its statement as part of their risk analysis and when applying a risk-based approach.

In June 2024, the FATF added **Monaco** and **Venezuela** to its monitoring process.

Jurisdictions that currently have strategic AML/CFT/CPF deficiencies and have developed action plans with the FATF to address these deficiencies are as follows:

Bulgaria, Burkina Faso, Cameroon, Croatia, Democratic Republic of Congo, Haiti, Kenya, Mali, Monaco, Mozambique, Namibia, Nigeria, Philippines, Senegal, South Africa, South Sudan, Syria, Tanzania, Venezuela, Vietnam and Yemen.

We therefore ask you to consider, where appropriate, the deficiencies highlighted by the FATF in its statements and the risks resulting from these deficiencies in your business relations and operations with these jurisdictions.

Please also note that following the substantial efforts demonstrated by **Jamaica** and **Türkiye** these jurisdictions are no longer subject to the FATF's increased monitoring process.

We invite you to consult the FATF decisions and statements in their entirety at the following Internet addresses:

<https://www.fatf-gafi.org/en/publications/High-risk-and-other-monitored-jurisdictions/Call-for-action-june-2024.html>

<https://www.fatf-gafi.org/en/publications/High-risk-and-other-monitored-jurisdictions/increased-monitoring-june-2024.html>

This circular is without prejudice to any other considerations to be taken into account in relation to high-risk countries, in particular those of the European authorities as applicable¹.

This Circular letter repeals and replaces Circular letter 24/5 of the Commissariat aux Assurances of 19 March 2024.

The Executive Committee

¹ [Commission delegated regulation \(EU\) 2016/1675 of 14 July 2016](#) supplementing Directive (EU) 2015/849 of the European Parliament and of the Council by identifying high-risk third countries with strategic deficiencies