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இலங்கை மத்திய வங்கி
CENTRAL BANK OF SRI LANKA

இலங்கை மத்திய வங்கி

நிதியியல் உளவறிதல் பிரிவு

Financial Intelligence Unit

Circular No. 01/16

Ref: 37/05/002/0016/016

November 10, 2016

To : All CEOs and Heads of Financial Institutions

Dear Sir/Madam,

This circular is issued by the FIU under Section 2 read with Section 15(1)(j) of the Financial Transactions Reporting Act, No. 06 of 2006 (FTRA) to assist the financial institutions as defined under the Financial Institutions (Customer Due Diligence) Rules, No. 1 of 2016, published by way of *Gazette* Extraordinary No. 1951/13 dated 27.01.16, by providing clarifications for several terms within the aforesaid Rules. The following definitions and/or clarifications would apply where the text specifically refers to the term hereafter defined and/or clarified.

Definitions/Clarifications:

1. Occasional Transactions / Occasional Customer

Section 2(6) of the FTRA - defines "occasional transaction" as "any transaction, in relation to cash and electronic fund transfer, that is conducted by any person other than through an account in respect of which the person is the customer."

An **Occasional Customer** shall mean any person who engages in an occasional transaction.

2. One-off Customer

Customers who do not access their accounts maintained at the financial institution on a regular basis for financial transactions, either physically or from an online account platform, the access to which, is provided by the financial institution.

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3. Walk-in Customer

A person who is not a customer of the financial institution to which he has presented himself, although the purpose of his visit is to obtain a financial service or to conduct a financial transaction with such institution.

4. Third Party Customer

A person who transacts with a financial institution through a third party account in respect of which the third party is the customer of such financial institution

Clarification on Rule 59 (b):

The term "Board of Directors" in Rule 59(b) shall refer to the Senior Management of the Financial Institution for all purposes of practical implementation.

Yours faithfully,

A handwritten signature in black ink, appearing to be 'M. Ahmad', written over a horizontal line.

Director

Financial Intelligence Unit

c.c. Compliance Officer