

WHAT'S NEW WITH THE SEU?

Regulated entities would be wise to prepare for an increased level of scrutiny by the JFSC in 2019, and beyond.

As well as conducting examinations in response to known or perceived risks within individual entities, the JFSC's Supervision Examination Unit ("SEU") is planning a larger number of themed examinations.

An 'Outsourcing' themed review is currently underway. Focus will subsequently turn to 'The Role of the MLRO', 'Reliance' and 'Compliance Monitoring'. These broad themes address regulatory risks prevalent in industry and are areas where issues are commonly found.

The JFSC has also announced plans for the creation of a new team within the SEU, responsible for conducting AML/CFT specific examinations. The team is expected to be operational in Q3 2019.

In addition, the JFSC's refined supervisory approach means that those entities subject to Enhanced Supervision should expect two 'mini-examinations' and two review meetings in 2019. Those subject to Proactive Supervision should expect two review meetings.



WHAT SHOULD YOU BE DOING?

Take a proactive approach:

- review relevant policies, procedure and internal controls;
- consider whether they are fit for purpose;
- assess the effectiveness of application;
- remediate any deficiencies;
- engage candidly and fully with the JFSC.

If in doubt, seek assistance at the earliest opportunity.



Sharon has recently joined Oben from the JFSC's Supervisory Examination Team and has considerable experience and knowledge of the examination process.

E-mail: sharon.wake@oben.je
Direct dial: +44 1534 849712

You can find more about Sharon & the team at Oben at www.oben.je

HOW CAN OBEN HELP?

We offer a range of services designed to assist regulated entities, including:

- providing advice and assistance in preparing for a JFSC examination;
- assessing the effectiveness of internal control environments;
- reviewing or creating policies and procedures;
- advising and assisting with remediation.

If you would like to discuss this topic further or if there is any other issue where we may be able to assist, please do not hesitate to contact one of our team.