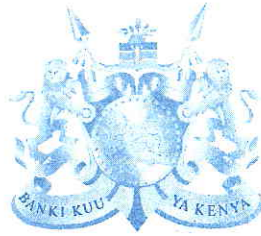


BANKI  
KUU YA  
KENYA



CENTRAL  
BANK OF  
KENYA

Haile Selassie Avenue  
P. O. Box 60000 - 00200 Nairobi, Kenya  
Telephone: 2860000, Fax: 340192

**TO CHIEF EXECUTIVES OF COMMERCIAL BANKS, NON-BANK FINANCIAL INSTITUTIONS AND MORTGAGE FINANCE COMPANIES**

**GUIDANCE NOTE NO. 1 OF 2010 - ANTI-MONEY LAUNDERING**

Following the coming into operation of the Proceeds of Crime and Anti-Money Laundering Act, 2009 (Act No. 9 of 2009) on 28<sup>th</sup> June 2010, the Central Bank has received a number of queries from institutions on the position of the Guideline on Proceeds of Crime and Money Laundering Prevention (CBK/PG/08) vis a vis the Proceeds of Crime and Anti-Money laundering Act, 2009. The Bank has also received queries on how to deal with high-risk jurisdictions and high risk persons.

The Central Bank is therefore issuing Guidance Note No. 1 of 2010 to guide institutions on various anti-money laundering related issues. The Guidance Note covers the following areas:

1. Operationalisation of the Proceeds of Crime and Anti-Money laundering Act, 2009.
2. Reporting of Suspicious Transactions.
3. United Nations 1267 List.
4. Watch-listing of Designated Individuals and Entities contributing to conflict in Somalia.
5. Dealing with High Risk Jurisdictions and High Risk Customers.
6. Training of staff on AML.

The Note can be downloaded from the Central Bank of Kenya website at [www.centralbank.go.ke/financialsystem/banks/legislation.aspx](http://www.centralbank.go.ke/financialsystem/banks/legislation.aspx).

With regard to item no. 4 relating to the designation of persons contributing to the conflict in Somalia, institutions should confirm to the Central Bank by 20<sup>th</sup> August 2010 that none of the accounts in their custody are linked to any of the designated persons. Where an account is found to be linked to any of the designated persons, a report should be filed to the Central Bank using the Suspicious Activities or Transactions Report (SATR) (Form CBK/IF8) of the Guideline on Proceeds of Crime and Money Laundering Prevention (CBK/PG/08).

**F. P. K. PERE**  
**DIRECTOR, BANK SUPERVISION**

9<sup>th</sup> August 2010

cc. Chief Executive Officer  
Kenya Bankers Association  
Transnational Plaza  
NAIROBI