



CAYMAN ISLANDS MONETARY AUTHORITY

May 23, 2018

President, Alternative Investment Management Association (Cayman)
Chief Executive Officer, Cayman Finance
President, Cayman Islands Association of Insurance and Financial Advisors
President, Cayman Islands Bankers Association
President, Cayman Islands Company Managers Association
President, Cayman Islands Directors Association
President, Cayman Islands Fund Administrators Association
Chief Executive Officer, Cayman Islands Institute of Professional Accountants
President, Cayman Islands Insurance Association
President, Cayman Islands Law Society
President, Caymanian Bar Association
President, Chartered Financial Analysts (CFA) Society of the Cayman Islands
President, Compliance Association
President, Insurance Managers Association of Cayman
President, Society of Trust and Estate Practitioners (Cayman Islands)

Dear Heads of Private Sector Associations:

Re: Private Sector Consultation on Rule and Statement of Guidance

Forwarded herewith for comments is the Authority's proposed:

- *Rule- Management of Credit Risk and Problem Assets*
- *Statement of Guidance -- Credit Risk Classification, Provisioning and Management*

A Private Sector Consultation Paper ("PSCP") is being forwarded along with the proposed measures in order to provide the relevant Associations with the consultation documents as required by the Monetary Authority Law (2018 Revision). Please refer to the PSCP for further details on the Background, Purpose and Rationale of the Measures, and Significant Costs and Benefits.

If your association has comments, please forward a consolidated response on its behalf, on or before **Monday, June 25, 2018**.

The consultation document will be posted to the Authority's website at www.cima.ky.

We look forward to your responses. Please free to contact Justine Plenkiewicz, Head of Policy and Development Division, if you have any queries.

Sincerely,

Cindy Scotland
Managing Director

cc: Hon. Financial Secretary
Dr. Dax Basdeo, Chief Officer, Ministry of Financial Services