

TO : **Regulated Entities**

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FROM : **Cyprus Securities and Exchange Commission**

DATE : **1 June 2023**

CIRCULAR NO. : **C580**

SUBJECT : **Guidance on identifying, assessing and understanding Terrorist Financing risks in the context of Crypto Assets activities**

The Cyprus Securities and Exchange Commission (CySEC) wishes to notify all Regulated Entities about the issuance of a guide - **Guidance on identifying, assessing and understanding Terrorist Financing risks in the context of Crypto assets activities** - that is available on CySEC's website and through the following link:

[Guidance on identifying assessing and understanding Terrorist Financing in the context of Crypto Assets activities.](#)

The said guidance includes relevant sources of information that should be considered when identifying and assessing terrorist financing risks associated with crypto-asset activities. It also includes general considerations for understanding terrorist financing risks in relation to crypto-asset activities, with relevant examples and types of activities that create red flags for potential terrorist financing in the context of these activities.

The CySEC considers this guidance to be of assistance to Regulated Entities engaging in or seeking to engage in crypto-asset activities to support their understanding of their terrorist financing obligations to prevent and combat the financing of terrorism and how they can effectively comply with these obligations. Thus, CySEC urges Regulated Entities to study this Guidance.

Sincerely,

Dr George Theocharides
Chairman, Cyprus Securities and Exchange Commission