August 2016

Cayman Islands FATCA and CRS Update

UK CDOT and US FATCA Deadlines Extended

The Cayman Islands Tax Information Authority ("TIA") on June 8, 2016 announced a "final extension of the soft enforcement due dates for notification and reporting under UK CDOT and US FATCA".

The revised deadlines are summarized as follows (see timeline below):

- UK CDOT notifications can be submitted by August 10, 2016 (previously June 10, 2016);
- US FATCA notifications for entities established in 2015 can be submitted by August 10, 2016 (previously June 10, 2016);
- 2014 and 2015 UK CDOT and 2015 US FATCA returns can be submitted by August 10, 2016 (previously July 8, 2016)

The extended deadlines above will provide Cayman FIs time to complete their UK CDOT registration on the Cayman TIA portal. Notably, this is required for all Cayman FIs which are not exempt.

We continue to see clients with Cayman FIs which were sponsored by a non-Cayman entity for US FATCA now having to complete notification on the Cayman portal for UK CDOT. As a reminder, under UK CDOT the only permitted sponsor of a Cayman FI is a Cayman FI.

Looking ahead to CRS – the CRS regulations require notification for each Cayman FI and there is no sponsor reporting option under CRS.

Common Reporting Standard ("CRS") Updated FAQs:

The OECD updated CRS FAQs earlier this month providing much needed clarity in key areas including:

- Reporting of sales proceeds credited or paid with respect to the Custodial Account
- Requirement to collect TINs
- Intermittent distributions to discretionary beneficiaries of a trust that is a Reporting Financial Institution
- Reporting Controlling Persons of settlors that are Entities
- Reporting requirements in year of closure of a trust account
- Collection of TINs from a Controlling Person that is not a Reportable Jurisdiction Person

Have Questions?

KPMG in the Cayman Islands has an Automatic Exchange of Information ("AEOI") Help Desk for any questions you may have. Contact us here.

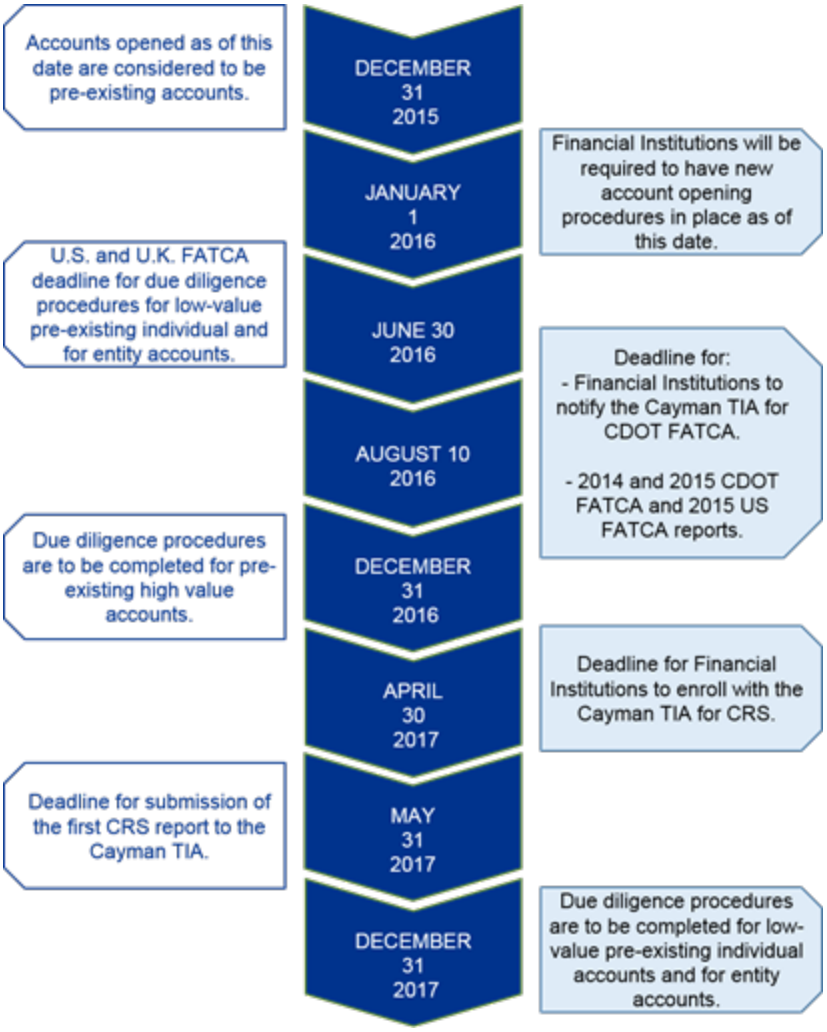
Click here for more details on KPMG in the Cayman Islands' AEOI services.

David Conen
Partner
+1 345 914 4356
dgconen@kpmg.ky

Gautam Ganeshan
Senior Manager
+1 345 914 4481
gautamganeshan@kpmg.ky

Bo Blocher
Manager
+1 345 914 4445
rblocher@kpmg.ky

AEOI Timeline:



KPMG AEOI Team

Privacy | Legal

You have received this message from KPMG in the Cayman Islands. If you wish to unsubscribe, please click here.

© 2016 KPMG a Cayman Islands partnership and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity. All rights reserved.

kpmg.com/socialmedia

kpmg.com/app

Download on the App Store