

## FREQUENTLY ASKED QUESTIONS

### General

#### **1. What is proliferation financing?**

Proliferation financing refers to providing funds or financial services that are used, in whole or in part, for the development, acquisition, delivery, or use of weapons of mass destruction including nuclear, chemical, or biological weapons.

#### **2. Why is it necessary for developers to be subject to the requirements on countering of proliferation financing?**

The Financial Action Task Force (FATF) sets the standards for measures to combat money laundering (ML), proliferation financing (PF) and terrorism financing (TF). As a member of the FATF, Singapore is committed to meet the standards set by FATF.

#### **3. Why is there a need to increase the composition sums for housing developers to \$50,000?**

Increasing the maximum composition sum to \$50,000 serves to strengthen deterrence of ML, PF and TF activities.

#### **4. What offences for developers will be compounded?**

Composition may be offered for less serious non-compliances with regulatory requirements, such as a failure to implement adequate programmes and measures to prevent ML, TF, or PF, as well as failure to keep all prescribed documents and information obtained as a result of Customer Due Diligence measures. The offences that may be compounded are set out under the Housing Developers (Compoundable Offences) Rules and Sale of Commercial Properties (Compoundable Offences) Rules.