

10 December 2015

Dear Customer:

Re: Implementation of Common Reporting Standard in the Cayman Islands

As you may have recently read, the Cayman Islands is implementing the Common Reporting Standard (CRS), which entails the global automatic exchange of financial account information with/between participating countries in accordance with the internationally agreed standard. CRS is similar to but broader than FATCA. Both CRS and FATCA are laws that require financial institutions in the Cayman Islands to report financial account information to the Cayman Islands Government for onward reporting. FATCA applies to citizens and residents of the United States, whereas CRS applies to tax residents of over 70 other participating jurisdictions, with additional jurisdictions expected to join. CRS is clearly a global initiative.

Under CRS as implemented in the Cayman Islands, Cayman National will be required to disclose financial account information to the Cayman Islands Government for any individual or entity that is captured by the relevant legislation, including name and address, Tax Identification Number(s), date and place of birth, account details, and certain financial information. The Cayman Islands Government will then report that information to those jurisdictions that have implemented CRS and for which the individual or entity is a tax resident.

All financial accounts opened with us January 1, 2016 or after will be subject to "new account" due diligence procedures for CRS. All accounts existing as at 31 December 2015 will be subject to "pre-existing account" due diligence procedures for CRS.

In preparation for the new requirements, we have already started to review our accounts. All of our customers will need to complete appropriate documentation. Please visit our website, www.caymannational.com, under the Quick Links section, to obtain the relevant Self-Certification forms. In addition as we review our accounts it is likely we will also contact you for updated Know Your Customer/Due Diligence documentation. Of course, at all times, we will continue to adhere to all relevant privacy and data protection laws applicable in the Cayman Islands.

All clients of Cayman National should ensure that their tax affairs are compliant with the jurisdictions where they are resident for tax purposes or may have any other tax obligation. If you are uncertain of your obligations, or need assistance with accurately completing the relevant Self-Certifications from our website, we strongly advise you to seek the appropriate professional advice.

General and useful information may be found on the internet, especially at the following websites:

<http://www.oecd.org/tax/automatic-exchange/>

<http://ditc.gov.ky/>

Cayman National cannot provide any regulatory, tax, or legal advice, but if you have any other questions regarding this letter, you may contact Quintin Mendez via email at quintin.mendez@caymannational.com, or by phone on 345 815 5323.

Thank you for your attention to this matter.

Yours sincerely,

Cayman National