

FATCA (Foreign Account Tax Compliance Act)

Additional Information

How we Comply?

United Arab Bank is dedicated to full compliance with FATCA requirements. Here are the steps we take:

1. **Customer Identification:** We identify and classify our customers according to FATCA criteria during the account opening process and periodically thereafter.
2. **Documentation Collection:** Customers must submit FATCA-related forms (e.g., W-9, W-8BEN) to confirm their U.S. tax residency status.
3. **Reporting:** We report relevant account information to the local tax authority, which thereafter shares it with Internal Revenue Services (IRS).
4. **Due Diligence:** Regular audits and checks are conducted to ensure ongoing compliance with FATCA regulations.

Customer Responsibilities

As a customer of United Arab Bank, you are responsible for:

- Submitting required self-certification, which may be on an IRS Form W-8 or W-9 and any supporting documentation when requested.
- Providing accurate and timely information regarding your U.S. tax residency status.
- Informing us of any changes in your tax residency status promptly.

Applicable Penalties:

For individuals, the penalties related to non-compliance with FATCA (Foreign Account Tax Compliance Act) requirements under the Central Bank of the UAE can include the following:

FATCA Penalties

1- Non-Disclosure of U.S. Tax Status:

U.S. persons (citizens or residents) who fail to disclose their U.S. tax status to UAE financial institutions may face penalties up to AED 10,000. If the non-disclosure is determined to be deliberate or part of a pattern, higher fines and additional penalties may apply.

2- Failure to Provide Information or Documentation:

Individuals who do not provide the necessary documentation, such as self-certification, which may be on an IRS Form W-8 or W-9 may incur fines up to AED 20,000.

Additional Consequences

- **Account Restrictions or Closure:** Financial institutions may also freeze or close non-compliant accounts.
- **Increased Scrutiny:** Non-compliance may trigger additional scrutiny, potentially leading to further penalties.
- **Criminal Liability:** In severe cases of intentional evasion or fraud, individuals could face criminal charges, which may result in further penalties or imprisonment, depending on the severity and jurisdiction.

These penalties underscore the importance for individual's customers to provide accurate, complete, and up-to-date information to financial institutions to comply with FATCA regulations.