



**Financial Institution Name: Cathay General Bancorp, Cathay Bank, and all subsidiaries and affiliates.**

**Location: 777 N. Broadway, Los Angeles, CA 90012**

## Anti-Money Laundering Questionnaire

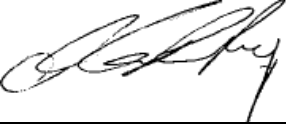
*For further information, please visit Cathay General Bancorp's website at: <http://www.cathaygeneralbancorp.com>*

<b>I. General AML Policies, Practices and Procedures:</b>	<u>Yes</u>	<u>No</u>
1. Is the AML compliance program approved by the FI's board or a senior committee?	<b>X</b>	
2. Does the FI have a legal and regulatory compliance program that includes a designated officer that is responsible for coordinating and overseeing the AML framework?	<b>X</b>	
3. Has the FI developed written policies documenting the processes that they have in place to prevent, detect and report suspicious transactions?	<b>X</b>	
4. In addition to inspections by the government supervisors/regulators, does the FI client have an internal audit function or other independent third party that assesses AML policies and practices on a regular basis?	<b>X</b>	
5. Does the FI have a policy prohibiting accounts/relationships with shell banks? <i>(A shell bank is defined as a bank incorporated in a jurisdiction in which it has no physical presence and which is unaffiliated with a regulated financial group.)</i>	<b>X</b>	
6. Does the FI have policies to reasonably ensure that they will not conduct transactions with or on behalf of shell banks through any of its accounts or products?	<b>X</b>	
7. Does the FI have policies covering relationships with Politically Exposed Persons (PEP's), their family and close associates?	<b>X</b>	
8. Does the FI have record retention procedures that comply with applicable law?	<b>X</b>	
9. Are the FI's AML policies and practices being applied to all branches and subsidiaries of the FI both in the home country and in locations outside of that jurisdiction?	<b>X</b>	
<b>II. Risk Assessment</b>	<u>Yes</u>	<u>No</u>
10. Does the FI have a risk-based assessment of its customer base and their transactions?	<b>X</b>	
11. Does the FI determine the appropriate level of enhanced due diligence necessary for those categories of customers and transactions that the FI has reason to believe pose a heightened risk of illicit activities at or through the FI?	<b>X</b>	
<b>III. Know Your Customer, Due Diligence and Enhanced Due Diligence</b>	<u>Yes</u>	<u>No</u>
12. Has the FI implemented processes for the identification of those customers on whose behalf it maintains or operates accounts or conducts transactions?	<b>X</b>	

13. Does the FI have a requirement to collect information regarding its customers' business activities?	<b>X</b>	
14. Does the FI assess its FI customers' AML policies or practices?	<b>X</b>	
15. Does the FI have a process to review and, where appropriate, update customer information relating to high risk client information?	<b>X</b>	
16. Does the FI have procedures to establish a record for each new customer noting their respective identification documents and 'Know Your Customer' information?	<b>X</b>	
17. Does the FI complete a risk-based assessment to understand the normal and expected transactions of its customers?	<b>X</b>	
<b>IV. Reportable Transactions and Prevention and Detection of Transactions with Illegally Obtained Funds</b>	<u>Yes</u>	<u>No</u>
18. Does the FI have policies or practices for the identification and reporting of transactions that are required to be reported to the authorities?	<b>X</b>	
19. Where cash transaction reporting is mandatory, does the FI have procedures to identify transactions structured to avoid such obligations?	<b>X</b>	
20. Does the FI screen customers and transactions against lists of persons, entities or countries issued by government/competent authorities?	<b>X</b>	
21. Does the FI have policies to reasonably ensure that it only operates with correspondent banks that possess licenses to operate in their countries of origin?	<b>X</b>	
<b>V. Transaction Monitoring</b>	<u>Yes</u>	<u>No</u>
22. Does the FI have a monitoring program for unusual and potentially suspicious activity that covers funds transfers and monetary instruments such as traveler's checks, money orders, etc?	<b>X</b>	
<b>VI. AML Training</b>	<u>Yes</u>	<u>No</u>
23. Does the FI provide AML training to relevant employees that includes: <ul style="list-style-type: none"> <li>▪ Identification and reporting of transactions that must be reported to government authorities.</li> <li>▪ Examples of different forms of money laundering involving the FI's products and services.</li> <li>▪ Internal policies to prevent money laundering.</li> </ul>	<b>X</b>	
24. Does the FI retain records of its training sessions including attendance records and relevant training materials used?	<b>X</b>	
25. Does the FI communicate new AML related laws or changes to existing AML related policies or practices to relevant employees?	<b>X</b>	
26. Does the FI employ third parties to carry out some of the functions of the FI?	<b>X</b>	
27. If the answer to question 26 is yes, does the FI provide AML training to relevant third parties that includes: <ul style="list-style-type: none"> <li>▪ Identification and reporting of transactions that must be reported to government authorities.</li> <li>▪ Examples of different forms of money laundering involving the FI's products and services.</li> <li>▪ Internal policies to prevent money laundering.</li> </ul>		<b>X*</b> <i>*Refer below</i>

Space for additional information:  
(Please indicate which question the information is referring to.)

**Question 27** - Cathay Bank will evaluate the AML training program of the applicable third party and will provide AML training to that third party where inadequacies are noted in their AML program.

<b>Name: Marisa De Rojas, CAMS</b>
<b>Title: Senior Vice President, Chief BSA/AML/OFAC Compliance Officer</b>
<b>Signature:</b> 
<b>Date: January 5, 2010</b>