

THE USE OF FINANCIAL INTELLIGENCE IN PREVENTING AND COMBATING MONEY LAUNDERING FROM DRUG TRAFFICKING

Financial Intelligence Unit
MEXICO

OCTOBER, 2021

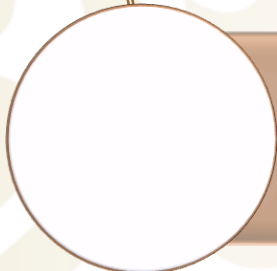


INTERNATIONAL LEGAL FRAMEWORK

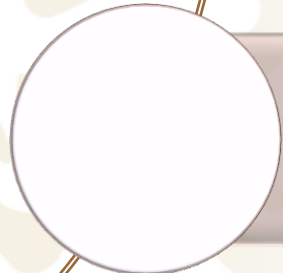
INTERNATIONAL CONVENTIONS



UN Convention against Illicit Traffic in Narcotic Drugs and Psychotropic Substances, 1988 (*Vienna Convention*).



UN Convention against Transnational Organized Crime, 2000 (*Palermo Convention*).



UN Convention against Corruption, 2003 (*Merida Convention*).



INTERNATIONAL STANDARD FATF

Recommendation 3. **MONEY LAUNDERING OFFENCE**

Recommendation 4. **CONFISCATION AND PROVISIONAL MEASURES**

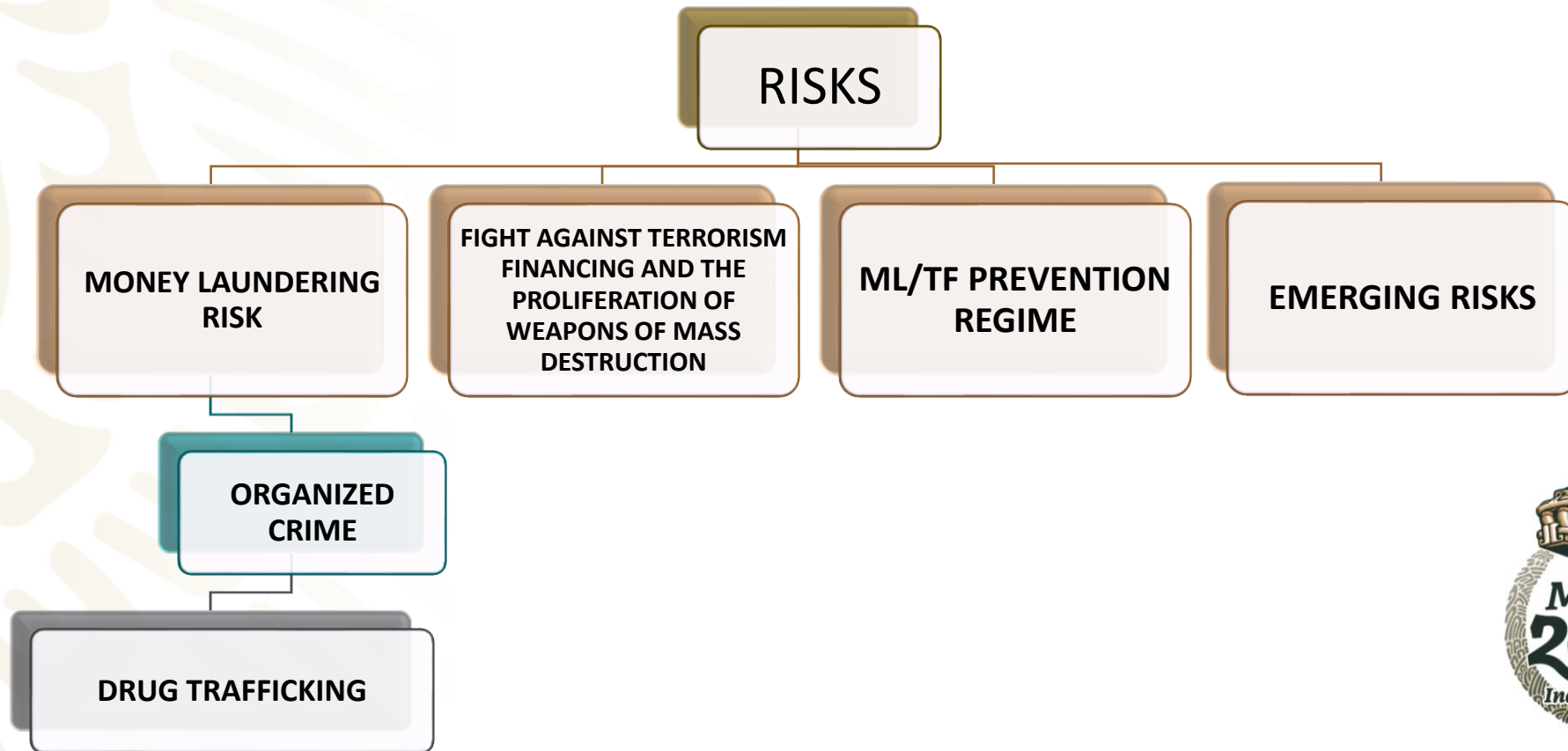
Recommendation 29. **FINANCIAL INTELLIGENCE UNITS**

Recommendation 30. **RESPONSIBILITIES OF LAW ENFORCEMENT AND INVESTIGATIVE AUTHORITIES**



NATIONAL RISK ASSESSMENT OF ML / TF (NRA) MEXICO

2016 – Mexico’s First NRA
2020 – Mexico’s Second NRA



MECHANISMS TO PREVENT AND COMBAT ML AML/CFT REGIME

Mexico has developed mechanisms and strategies to prevent and combat ML and its precedents crimes, such as **drug trafficking**.

1 Financial intelligence

2 Collaboration Agreements

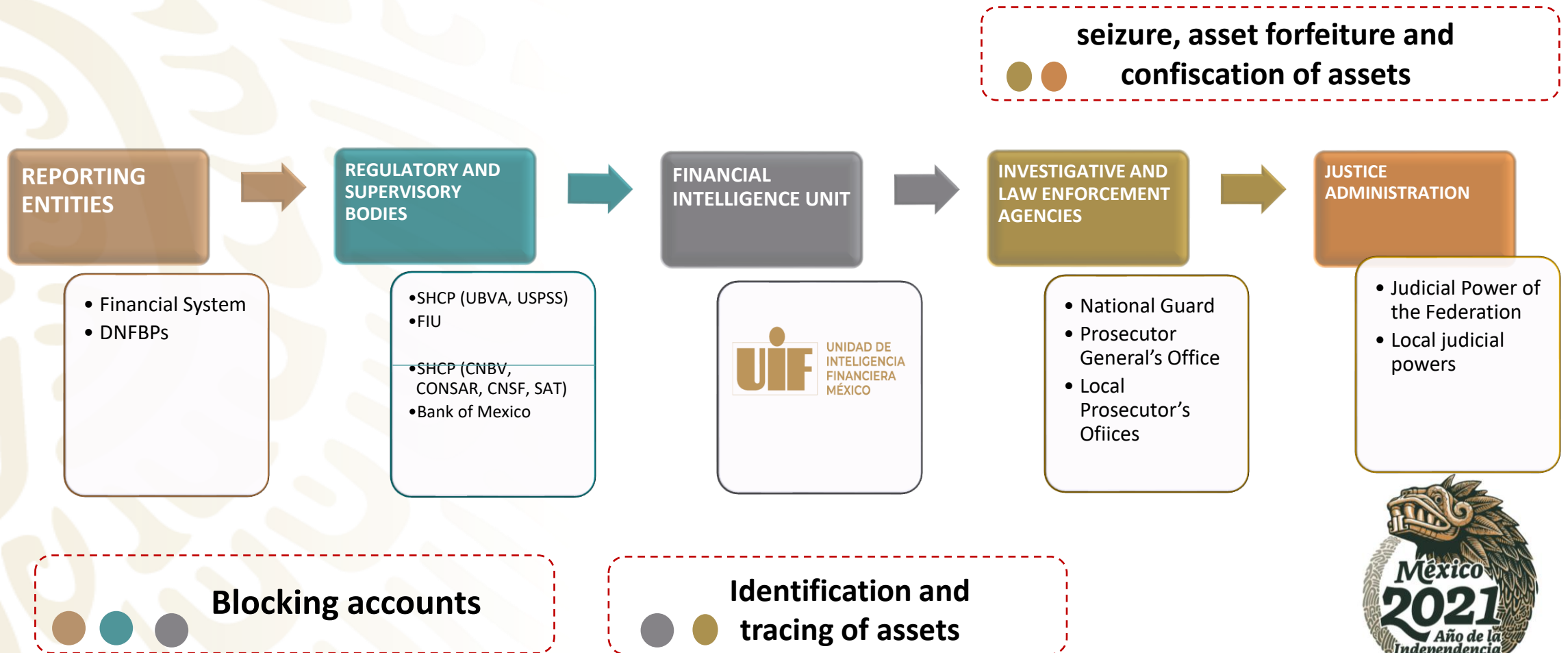
3 Economic and Patrimonial Intelligence Units (UIPEs)

4 High Level Group on AML/CTF

5 Inter-agencies Working Groups



AML/CFT REGIME MEXICO



AML/CFT REGIME FIU-MEXICO

ADMINISTRATIVE TYPE

Centralized instance (Ministries of Finance, Central Banks) or independent.

Safeguard the financial system and national economy from illegal use, combat ML, and TF through the collection, analysis, and dissemination of financial intelligence.



Collection

Transaction reports from FIs and Notices from DNFBPs



Analysis

Financial transactions, economic and other related information



Dissemination

Intelligence products to detect ML/FT for competent authorities



RISK MODEL FIU-MEXICO

FINANCIAL SYSTEM

FIU-MEXICO

to require bank accounts
blocking

to report

to perform

**TRANSACTIONS
RELATED TO DRUG
TRAFFIKING CRIMINAL
GROUPS**

ANALYSIS OF STRs

to identify

Reported subjects linked to drug trafficking are sought in the FIU's risk model in terms of ML, in lists and in previous investigation cases.

Cooperation with other competent national agencies to assist in the identification of objectives and the blocking of accounts.



RISK MODEL FIU-MEXICO

RISK MODEL RESULTS

2004 - september 30th 2021: **32,817 STRs** related to drug trafficking linked to **23,739 subjects** were identified.

2020 - September 30th, 2021: **5,317 subjects** related to drug trafficking were identified.

From December 1st 2018 to September 30th 2021:

ACCOUNT BLOCKING

Blocked accounts: **24,325**

Blocked amount: **1,636,484,771 Mexican pesos / 8,667,359 USD / 8,653 Euros**

6,503 people on the List of Blocked Persons: 4,343 direct and 2,160 related.





HACIENDA
SECRETARÍA DE HACIENDA Y CRÉDITO PÚBLICO



UNIDAD DE
INTELIGENCIA
FINANCIERA
MÉXICO

THANK YOU!

