



Open-ended Intergovernmental Working Group on the Prevention of Corruption

Risk-Based Approach to AML/CFT- Article 14 of UNCAC

31 August-2 September 2015

FATF

- An inter-governmental body established in 1989
- To set standards and promote effective implementation for combating ML/TF and other related threats to the integrity of the international financial system
- To generate the necessary political will to bring about national legislative and regulatory reforms



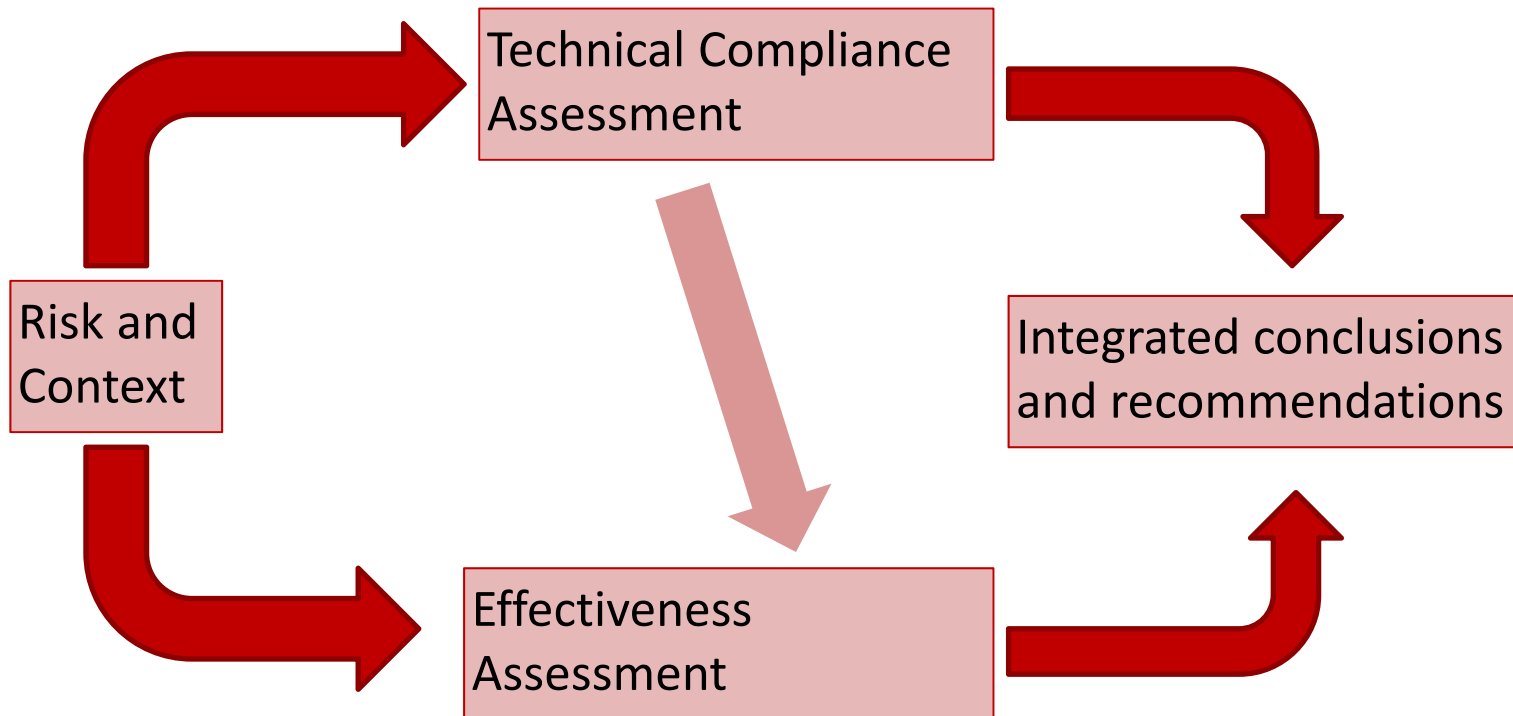
FATF Recommendations and Methodology

- Global benchmarks
- Methodology
- Integrated Analysis:
 - Technical Compliance assessment
 - Effectiveness assessment

Risk and Context

- ML/TF risks
 - Threats
 - Vulnerabilities
 - Consequences
- Country circumstances and materiality
- Structural elements
- Other contextual factors

The FATF Methodology



Corruption

- Corruption can affect:
 - ML/TF risks (as a proceeds-generating crime)
 - Functioning of Structural Elements
 - Implementation of AML/CFT measures

FATF Recommendations & Article 14

- Preventive Measures on CDD, beneficial ownership, record keeping and reporting requirements for the financial sector and DNFBPs
- National cooperation and coordination
- International cooperation
- Financial Intelligence Unit

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FATF Recommendations & Article 14

- Wire transfer and MVTs
- Cross border transportation of currency and BNIs

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FATF Publications

- Recommendations and Methodology:
<http://www.fatf-gafi.org/topics/fatfrecommendations/documents/fatf-recommendations.html>

- Guidance and BPP:
<http://www.fatf-gafi.org/documents/guidance/>
 - Use of the FATF Recommendations to Combat Corruption
 - Transparency and beneficial ownership
 - Politically exposed persons

FATF Publications

- National money laundering and terrorist financing risk assessment
- AML/CFT and Financial Inclusion
- Detecting and preventing the illicit cross-border transportation of cash and bearer negotiable instruments

- Other information:
 - Reference Guide and Information Note on how the FATF Recommendations may be leveraged to combat corruption

<http://www.fatf-gafi.org/media/fatf/documents/reports/Corruption%20Reference%20Guide%20and%20Information%20Note%202012.pdf>

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Thank You

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