



The Institute of
Bankers Pakistan

Time Allowed: 3 Hours

Maximum Marks:100

Date: June 22, 2023

Anti-Money Laundering Measures and Business Ethics
AIBP (Core Subject)

Roll No:

Instructions:

- Attempt ALL questions;
- Answers must be neat, relevant and brief;
- In checking the answers, the examiner takes into account clarity of exposition, logic of arguments, presentation and language;
- Read the instructions printed inside the top cover of answer script CAREFULLY before attempting the paper;
- DO NOT write your Name, Access No. Roll No. etc. anywhere inside the answer script(s);
- Candidates are advised not to mark any of the objective answer on the question paper, otherwise their paper will be cancelled;
- Question Paper must be returned to invigilator before leaving the examination hall.
- Ensure that you shade your choice on the Optical Mark Reader sheet correctly. Only **ONE** circle must be shaded as shown below:

Correct way A B C D (Choice B is selected)

Incorrect ways A B C D

SECTION B: SUBJECTIVE

Attempt ALL Questions.

(40 Marks)

- Q2.** According to the Anti-Money Laundering, Combating the Financing of Terrorism & Countering Proliferation Financing (AML/ CFT/ CPF) Regulations for State Bank of Pakistan's Regulated Entities (SBP-REs), specify the steps that needs to be taken by bank for assessing the suitability of the respondent bank? (10 Marks)
- Q3.**
- A.** Briefly explain any **TWO** examples of each of the following stages of Money Laundering:(6 Marks)
- i.** Placement **ii.** Layering **iii.** Integration
- B.** Enlist any **THREE** economic and **THREE** social consequences of Money Laundering? (6 Marks)
- Q4.** According to the Anti-Money Laundering, Combating the Financing of Terrorism & Countering Proliferation Financing (AML/ CFT/ CPF) Regulations for State Bank of Pakistan's Regulated Entities (SBP-REs), answer the following:
- A.** What is meant by "Biometric Verification System" (BVS)? (2 Marks)
- B.** What minimum information is sufficient for biometric verification? (4 Marks)
- Q5.** In case of foreign inward remittance, SBP REs may have originators' name only and foreign correspondent may not have information regarding our domestic sanctions lists (Schedules under the ATA, 1997), as they are not legally binding on those jurisdictions. What is the responsibility of SBP REs in such a scenario? (6 Marks)
- Q6.** There are circumstances where the risk of Money Laundering or Terrorist Financing is higher. In this regards, enlist any **TWO** high risk factors related to the Customer, Country or Geographic Region and Product Services Transaction or Delivery Channel as mentioned in the FATF Recommendations. (6 Marks)

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