



## Project against Money Laundering and Terrorist Financing in Serbia

A European Union funded project implemented by the Council of Europe



### MONTHLY REPORT No. 5/2011

<b>Project title</b>	Project against Money Laundering and Terrorist Financing in Serbia (MOLI Serbia)
<b>Project duration</b>	36 months (15 November 2010 – 15 November 2013)
<b>Implementation</b>	Economic Crime Division, Department of Information Society and Action against Crime, Directorate of Co-operation (Directorate General of Human Rights and Legal Affairs, Council of Europe)
<b>Project budget</b>	EUR 2 200 000
<b>Reporting Period</b>	1 July – 31 July 2011
<b>Reporting Date</b>	5 August 2011
<b>SUMMARY OF THE CURRENT STATUS OF THE PROJECT AGAINST INDICATORS</b>	
<b>Activity</b>	<b>Translation of AML/CFT documents in relation to the Non-Profit Organisations (NPOs) and the risks of formal and informal money transfers</b>
<b>Output Reference</b>	2.3.1 and 2.3.3
<b>Aim</b>	To facilitate the work of the Working Groups on the abuse of the Non-Profit Organisations (NPOs) and on the risks of formal and informal money transfers
<b>Outcome</b>	MOLI Serbia project commissioned the translation of typologies into Serbian. The request for these translations is an outcome of the Working Groups meeting which was held on 10 May 2011 on the abuse of the Non-Profit Organisations and the use of formal and informal money transfers for money laundering purposes. The translated documents outline Serbia's obligations under FATF Special Recommendations VI and VIII, including their interpretative notes, best practices in relation to these recommendations and case studies.
<b>Follow-up</b>	Translated documents will be used by the Working Groups members in their future meetings and activities.
<b>Activity</b>	<b>Study visit to the Serious Organised Crime Agency (SOCA), Financial Services Authority (FSA), and the Gambling Commission, in London, UK, from 11-14 July 2011</b>
<b>Output Reference</b>	3.2.1
<b>Aim</b>	To provide first-hand experience in overcoming difficulties in the implementation of international AML/CTF standards.
<b>Outcome</b>	MOLI Serbia project undertook a study visit on the <i>"Implementation of AML/CTF Standards in the United Kingdom"</i> . The group consisted of representatives from the Administration against Money Laundering in Serbia (APML), the National Bank of Serbia, the Ministry of the Interior and the Prosecutor's Office. The participants were given presentations by representatives from the Serious Organised Crime Agency

	(SOCA), the Financial Services Authority (FSA) and the UK Gambling Commission. Special attention was given to good practices in carrying out the National Risk Assessments and combating the financing of terrorism.
<b>Follow-up</b>	All information material and copies of presentations will be disseminated to participants. A detailed study visit report will be drafted and used as reference.
<b>Activity</b>	<b>Meetings on IT infrastructure with the APML and the recruitment of an IT Consultant to draft technical specifications</b>
<b>Output Reference</b>	7.1.1 and 7.1.2
<b>Aim</b>	To assess the IT infrastructure needs in order to manage information flow and to produce detailed technical specifications for the procurement of necessary equipment and software.
<b>Outcome</b>	A series of meetings were held with the Administration against Money Laundering (APML) regarding the assessment of its IT Infrastructure. An IT consultant was selected (Mr Dragan Jeremic) to spend up to five working days at the APML in order to carry out an in-depth assessment of APML's current IT infrastructure and its needs. As a result, Mr Jeremic will produce a technical specification paper ready for the Tender Board in Autumn 2011 for the procurement of new software for the APML. An assessment was also carried out for the development of a new website. The technical specification and the new website are expected to be ready by September 2011.
<b>Follow-up</b>	Produce a technical specification paper for website development (August 2011) and a technical specification paper for the procurement of software (end of September 2011).
<b>LIST OF SPECIFIC PROJECT DELIVERABLES (TECHNICAL PAPERS) AND OTHER DOCUMENTS</b>	
<ul style="list-style-type: none"> <li>Translation of the FATF special recommendations, interpretative notes and case studies.</li> <li>UK Study Visit report.</li> <li>Technical Specification for the new APML website.</li> </ul>	
<b>OTHER PROJECT AND ANTI-CORRUPTION RELATED DEVELOPMENTS</b>	
<ul style="list-style-type: none"> <li>Ms Teodora Lukovic, LPO, participated in the 2nd meeting of the Informal Donor Group - Sub-Group on Anti-Corruption, co-chaired by the EU Delegation and the UNDP. The purpose of the group is to coordinate policy approaches and alignment of technical assistance in anti-corruption projects and programmes in Serbia.</li> </ul>	
<b>CURRENT AND ANTICIPATED PROBLEMS, INCLUDING PLANNED REMEDIAL ACTIONS</b>	
None at the time of reporting.	
<b>PLANNED ACTIVITIES FOR THE NEXT PERIOD</b>	
<ul style="list-style-type: none"> <li>Technical paper: Analysis and Recommendations on the Serbian AML/CFT legislation.</li> <li>Study visit to the French Customs, Paris and La Rochelle, 26-30 September 2011.</li> <li>Steering Committee Meeting, September 2011.</li> <li>Production of Technical specifications for IT infrastructure (end of September 2011).</li> <li>Training event on Convention CETS 198 (Activity 1.2.1 and 1.2.2).</li> </ul>	
<b>CONCLUSIONS</b>	
The MOLI Serbia project continues without any major obstacles or delays.	