## Partnership for Good Governance Yaxşı İdarəçilik üçün Tərəfdaşlıq



PGG-Azerbaijan: Strengthening anti-money laundering in Azerbaijan (SAMLA) (2018)

Planned

Postponed

On-going

Cancelled

Overall objective	Outcome indicators	Status	Sources of verification	Risks and Assumptions	Total cost		2018											
Strengthen the economic crime prevention framework in Azerbaijan Project specification To enhance compliance of AML/CFT legal and institutional framework in Azerbaijan with the applicable international standards and good practices	<ul> <li>Improved institutional capacities to fight and prevent economic crime;</li> <li>Progress in Azerbaijan's compliance with antimoney laundering/terrorism financing standards (Moneyval, FATF).</li> <li>Increased application of international antimoney laundering standards; Increased capacities of Azerbaijani institutions to effectively apply these standards;</li> <li>Increase in the quality and quantity of economic crime related prosecutions and increase in the use of AML investigative tools;</li> <li>At least 5 actions related to MONEYVAL recommendations are implemented according to international standards with project support.</li> </ul>		<ul> <li>EU Annual Progress Report;</li> <li>Official statistics of key institutions;</li> <li>Country reports (MONEYVAL, FATF reports) show improvement of situation.</li> <li>Project progress and activity reports;</li> <li>National, regional and/or international assessments on money laundering.</li> </ul>	<ul> <li>Political will and continuity to carry out reforms;</li> <li>Willingness of national authorities to adapt policies, in line with the EU and Council of Europe norms and standards;</li> <li>National authorities continue to pursue the policy of integration and comply with commitments stemming from their Council of Europe membership.</li> </ul>	350,000		Jan	Feb	Mar	Apr	May J	un	Jul	Aug	Sep	Oct	Nov	Dec
Expected Result No. 1	Outcome indicators	Status	Means of verification	Benchmarks	Cost					1	<u> </u>						I	L
Improved strategic and operational capacities of the Financial Monitoring Service under the new structure aimed at independence and autonomous FIU methodology.	<ul> <li>Increased quality of FIU analytical reports;</li> <li>Increased capacities to carry out freely and independently its functions as an FIU of the country;</li> <li>Available resources can freely carry out their functions;</li> <li>FMS is able to operate independently with other counterpart domestic and independent authorities;</li> <li>Number of statistical forms is increased.</li> <li>Improved knowledge on ML/TF typologies for financial and non-financial institutions.</li> </ul>		<ul> <li>Project progress and activity reports;</li> <li>MONEYVAL reports;</li> <li>Official statistics of key institutions.</li> </ul>															
Activities	Inputs/Actions	Status	Deliverables	Target Groups	Means	Numbers: F/ M	Jan	Feb	Mar	Apr	May J	un	Jul	Aug	Sep	Oct	Nov	Dec
Activity 1.1. Increase the capacities of FMS	1.1.1. Develop training materials on STRs and risk-based approach		Training materials for FIU staff															



Expected Result No. 3		Outcome indicators	Status	Means of verification	Benchmarks	Cost		-		<u> </u>	1	I		I			I	l	<u> </u>
and terrorism financing substantial, procedural and investigative issues for the judiciary		Organize training on terrorism financing for judges and prosecutors		Training on terrorism financing for 30 participants	FIU, law enforcement agencies, prosecutors and judges														
Training on money laundering		adjudicating ML cases for judges and prosecutors		adjudicating ML cases for 40 prosecutors and judges	FILL law enforcement agencies														
Activity 2.2.	• •	Organise training on processing and	Jialus	Training on processing and		ivicalis		3411	120	iviai		ividy	Juli	Jui	Aug	Jep		1404	Dec
criminal behaviour in line with the Criminal Procedure Code Activities		Organise training on investigative techniques in ML for law enforcement	Status	Training on investigative techniques for 40 law enforcement officers Deliverables	FIU, law enforcement agencies, prosecutors Target Groups	Means	Numbers: F/ M	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
Activity 2.1. Capacity-building measures for all investigative bodies in investigating and processing ML		Develop training toolkit on money laundering and terrorist financing investigative techniques		Training toolkit															
Activities	Inputs/Ac		Status		Target Groups	Means	Numbers: F/ M	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
	-Number to adjudic - Number	of judges with improved knowledge ate ML/TF offences; of ML/TF investigations. of investigative tools available.		<ul> <li>Project progress and activity reports;</li> <li>MONEYVAL reports;</li> <li>Official statistics of key institutions.</li> </ul>															
Expected Result No. 2	Outcome	indicators	Status	Means of verification	enchmarks Cost			ļ	<b>I</b>										
for the purpose of developing a coherent AML/CFT policy and strategy		Support FMS staff in developing statistical forms and indicators for the purpose of drafting a clear AML/CFT strategy		Statistical forms and indicators	FIU staff														
Activity 1.3. Assist the FMS staff in developing ML/TF typologies, statistical forms and indicators for the purpose of developing a		Support the FMS staff in developing ML/TF typologies to assist the authorities in identifying key policy issues		Guidelines for developing ML/TF typologies	FIU staff														
Activities	Inputs/Ac		Status		FIU staff		Jul	Aug	Sep	Oct	Nov	Dec							
Activity 1.2. Increase the capacities of FMS staff on intelligence analysis		Workshop for FIU analytical staff on latest IT tools and trends in intelligence analysis		Workshop for up to 10 analysts	FIU analytical staff														
Activities	Inputs/Ac		Status	Deliverables	Target Groups	Means	Numbers: F/ M	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
the application of the risk-based approach		Pilot training for reporting institutions on STRs and risk-based approach		Training for representatives of financial and non-financial int non-financial institutions															
staff to deliver trainings and awareness raising on the submission of Suspicious Transactions Reports (STRs) and		Deliver training-of-trainers for FIU staff on STRs and risk-based approach		Training for up to 15 FIU staff	FIU staff, law enforcement, financial and non-financial reporting entities														

Supported implementation of AML/CFT measures as a follow up to MONEYVAL recommendations	Financing institutior - Adopted	d capacities to identify Terrorism by financial and non-financial is d legislation amended reflecting ng MONEYVAL recommendations.		<ul> <li>Project progress and activity reports;</li> <li>MONEYVAL reports;</li> <li>Official statistics of key institutions.</li> </ul>															
Activities	Inputs/Ac	tions	Status	Deliverables	Target Groups	Means	Numbers: F/ M	Jan	Feb	Mar	Apr	May	lup	Jul	Aug	Sep	Oct	Nov	Dec
Activity 3.1. Develop a training programme for the financial and non- financial sector on terrorism	3.1.1.	Develop training materials on terrorism financing and proliferation of WMDs for financial institutions and DNFBPs		Training materials on TF and proliferation of WMDs	Financial and non-financial reporting entities								Jun		1.05				
financing and proliferation of WMDs	3.1.2	Deliver training on terrorism financing and proliferation of WMDs for financial institutions and DNFBPs		Training on TF and proliferation of WMDs for 50 participants	Financial and non-financial reporting entities														
Activities	Inputs/Ac	tions	Status	Deliverables	Target Groups	Means	Numbers: F/ M	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
Activity 3.2. Review and analyse the existing legislation, and recommend amendments in line with Moneyval recommendations	3.3.1.	Provide legal review of domestic legislation according to Moneyval recommendations		Two legal reviews	FIU, Ministry of Justice														
Expected Result No. 4	Outcome	indicators	Status	Means of verification	Benchmarks	Costs			[				L	L	1	1	<b>_</b>	L	
Increased risk-based approact to supervision and inspection	assessme - Increase	ed methodology for carrying out risk- nts; of risk-based approach by ry authorities.		<ul> <li>Project progress and activity reports;</li> <li>Official statistics of key institutions.</li> </ul>															
Activities	Inputs / Ac																		1
	Imputs/At	tions	Status	Deliverables	Target Groups	Means	Numbers: F/ M	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
Activity 4.1. Develop risk assessment methodology and sector specific	4.1.1.	tions Develop a methodology for carrying out a risk assessment in the banking sector		<b>Deliverables</b> Risk Assessment Methodology for Banks	Target Groups FIU, Central Bank, Financial institutions, commercial banks	Means	Numbers: F/ M	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
Activity 4.1. Develop risk assessment	4.1.1.	Develop a methodology for carrying out a risk assessment in		Risk Assessment Methodology	FIU, Central Bank, Financial	Means	Numbers: F/ M	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
Activity 4.1. Develop risk assessment methodology and sector specific guidelines on effectively applying the risk-based	4.1.1.	Develop a methodology for carrying out a risk assessment in the banking sector Develop sector-specific guidelines for financial institutions in order to effectively apply risk-based		Risk Assessment Methodology for Banks Sector-specific Guidelines on application of risk-based	FIU, Central Bank, Financial institutions, commercial banks FIU, Central Bank, Financial	Means	Numbers: F/ M	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec

Annual Report							
<b>Evaluation Process</b>	Report	t					
Final Conference an	d Repo	orting					