

ADB AML/CFT Work in Asia - Pacific

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ADB

REPORT: TA Support

- Phase II A operations – Indonesia & Philippines
- TA Support as Part of Financial Sector Reform Programs – Cambodia, Lao PDR, Sri Lanka, Mongolia, Viet Nam
- Further Coordination

ADB-OECD Anti-Corruption Initiative

- Action Plan endorsed in 25 countries
- Steering Group /Advisory Group
- Secretariat in ADB
 - provides technical advice
 - selects/implements priority reform areas and supporting projects
 - liaise with the international donor community



How to Provide Effective Support?

- Continue seeking endorsements
- Common strategy – but customize approach
- Will to reform needed
- International community is prepared to help
- FATF Working Group



AML Paradigm Shift from Cash to Digital

- Operational concerns
- KYC in digital world
- M-commerce/M-AML legislation relative to search arrest and seizure
- If open system between providers – rethink AML controls

I. Legal Issues

- Nature of E-Money
- M-commerce Transactions
- Regulation of Issuers – outside banking system
- Enforcement Aspects –peer2peer

Commercial Models and Regulatory Framework of Selected Countries

- M-commerce: Japan, Korea, Philippines, etc
- Regulatory Framework Issues
 - ✓ Philippines- small value, closed system
- Operational Considerations
 - ✓ Cross border transactions

Scope and Purpose of Study

- **Philippines requested**
- **M-commerce expansion/cell phone facilities**
- **Expert Team August 05 – Oct Typologies Meeting**
- **Interested participants**

Brunei, Malaysia, Indonesia, Philippines East ASEAN Growth Area (BIMP-EAGA)

<http://www.eaga.org.bn/>



AML Risks /Opportunities

- Limited border controls/ maritime security
- Poor communications
- Haven of criminal organizations
- Cross border movement of bulk cash

- All aspects of CIQS need improvement
- Limited AML penetration
- Limited or no proactive joint AML operations between countries

**Trade-based AML
PRESENTATION - Friday**

More Information – see handout

- ADB/OECD Anti-Corruption Initiative for Asia-Pacific-
<http://www1.oecd.org/daf/ASIAcom/>
- The regional, web-based reference centre + anti-corruption knowledge tools
<http://www1.oecd.org/daf/ASIAcom/countries>
- ADB's Anti-corruption Policy and activities.
 - <http://adb.org/Anticorruption/default.asp>
- ADB's AML/CFT Toolkit
<http://www.adb.org/Documents/Others/ OGC-Toolkits/Anti-Money-Laundering/default.asp>

M-commerce Phil G-cash

- <http://www.adb.org/Documents/Others/OGC-Toolkits/Anti-Money-Laundering/default.asp>
- <http://www.amlc.gov.ph/>
- <http://www.fsa.go.jp/fiu/>
- <http://www.kofiu.go.kr/HpEngMainFset.jsp>
- <http://www.gartner.com/Init>
- <http://www1.globe.com.ph/default.aspx>
- <http://www.nttdocomo.com/>
- http://www.sktelecom.com/eng/cyberpr/pres/s/1196835_3735.html

BIMP-EAGA

- <http://www.adb.org/Documents/Others/OGC-Toolkits/Anti-Money-Laundering/default.asp>
- <http://www.imo.org/> (Brenda Pimentel - IMO Regional Coordinator - bpimente@iom.org)
- <http://www.wcoomd.org/>
- <http://www.wcoasiapacific.org/index.jsp>
- WCO Regional Office for Capacity Building -Takashi Matsumoto matsumoto@rocbap.org
- http://www.upko.org.my/berita2004/roadmap_of_development_for_the_bimp_eaga_region_in_the_pipeline.html
<http://www.aseansec.org/17435.htm>
- <http://www.mofa.go.jp/announce/announce/2004/8/0830.html>
- <http://www.eaga.org.bn/>
- <http://www.bimpbc.org/>

BIMP-EAGA (cont)

- <http://www.medco.gov.ph/medcoweb/home.asp>
- <http://www.tda.gov/>
- <http://www.usaid.gov.au/>
- http://www.euphil.org/index.cfm?pagename=devt_coop
- <http://www.usaid.gov/>
- <http://www.dhs.gov/dhspublic/>
- <http://www.tsa.gov/public/>
- <http://www.cbp.gov/>
- <http://www.ice.gov/graphics/index.htm>
- <http://www.jica.go.jp/english/>
- <http://www.undp.org.ph/news/readnews.asp?id=80>
- <http://www.worldbank.org/>