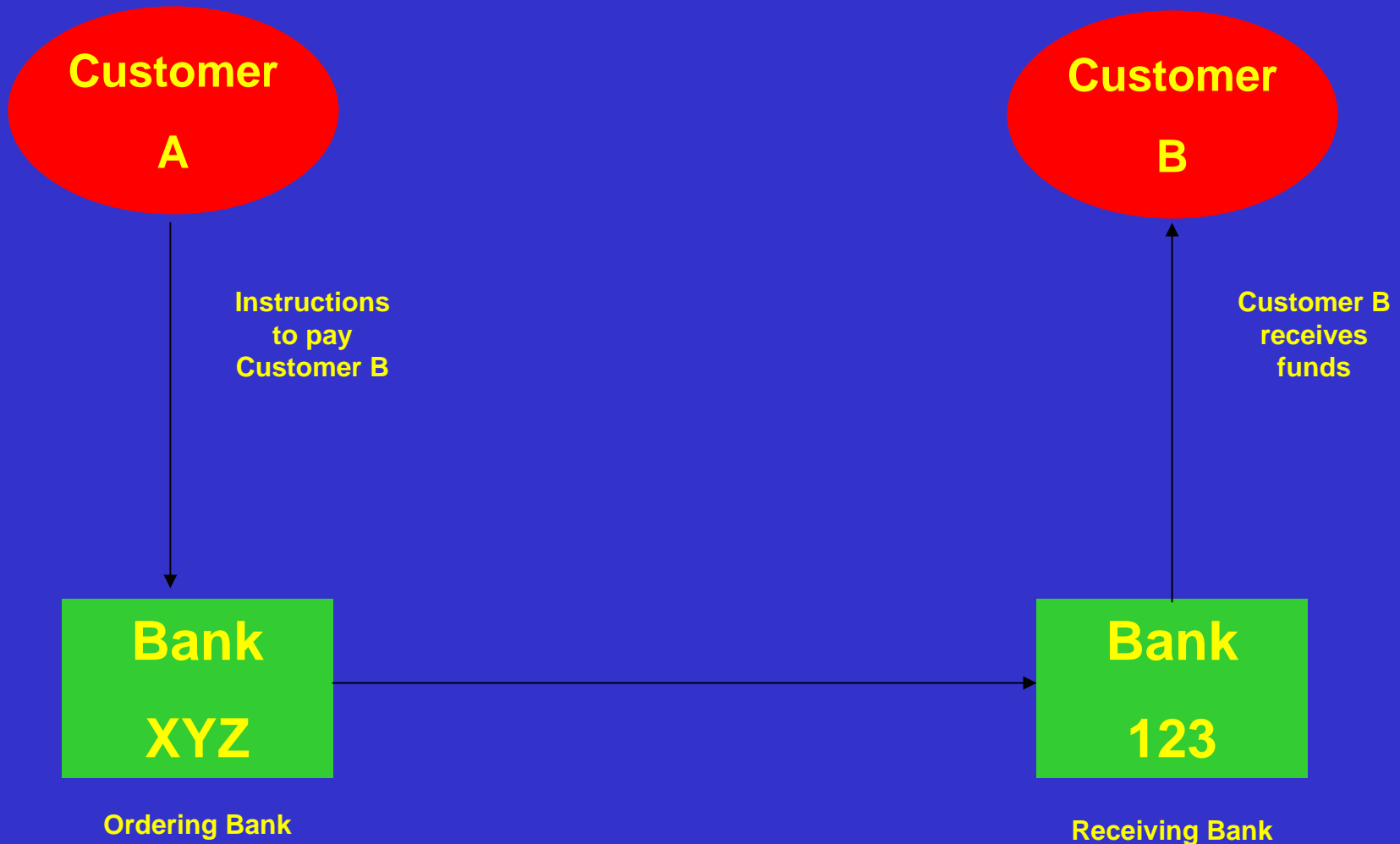


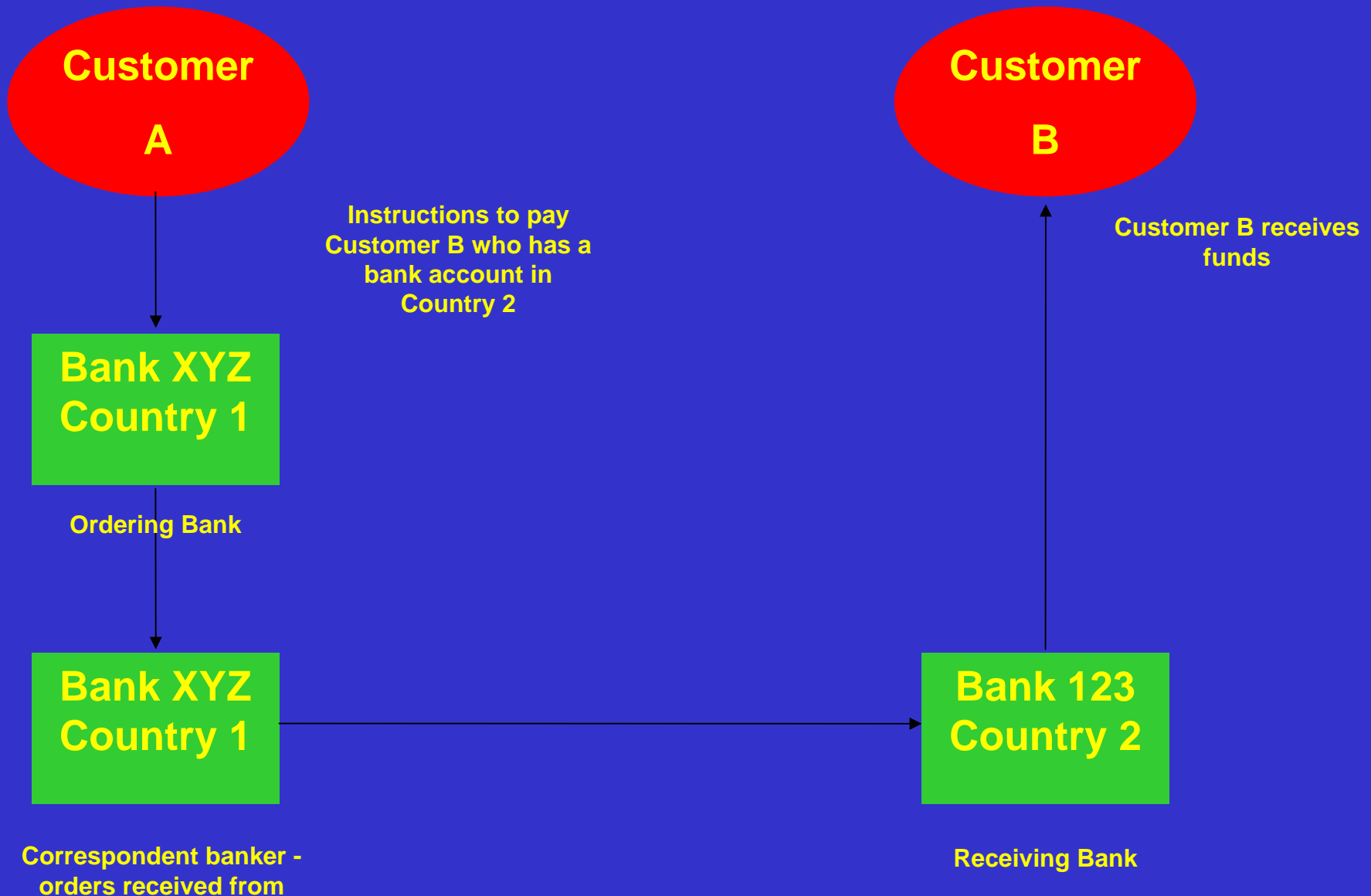
# **Examination of Accounts**

**Presented by Martin Comley**

# Domestic Payment System



# International Payment System





# Examining bank statements

2005		Sheet 34	Account No	238423487	Debit	Credit	Balance
Jan 01	BALANCE BROUGHT FORWARD						£2,000.00
Jan 02	COUNTER CREDIT					£15,000.00	£17,000.00
Jan 04	COUNTER CREDIT					£2,000.00	£19,000.00
Jan 07	CASH, ISTANBUL			£500.00			£18,500.00
Jan 10	1956			£1,247.00			£17,253.00
Jan 15	9754321854			£16,800.00			£453.00
Jan 15	CHARGES			£45.00			£408.00
Jan 22	AS ADVISED					£2,050.00	£2,458.00
Jan 28	FOREX \$2175 @ £0.7					£3,153.00	£5,611.00
Jan 29	456378923897			£3,478.00			£2,133.00
Jan 31	BALANCE CARRIED FORWARD						£2,133.00

Cash payments credited to the customers account

# Examining bank statements

ELIZABETH TURNER 15 PARK LANE LONDON UK		XYZ BANK 13 Threadneedle Street LONDON UK	
2005	Sheet 34	Account No	238423487
		Debit	Credit
			Balance
Jan 01	BALANCE BROUGHT FORWARD		£2,000.00
Jan 03	COUNTER CREDIT	£15,000.00	£17,000.00
Jan 04	COUNTER CREDIT	£2,000.00	£19,000.00
Jan 07	CASH, ISTANBUL	£500.00	£18,500.00
Jan 10	1956	£1,247.00	£17,253.00
Jan 15	9754321854	£16,800.00	£453.00
Jan 15	CHARGES	£45.00	£408.00
Jan 22	AS ADVISED	£2,050.00	£2,458.00
Jan 28	FOREX \$2175 @ £0.7	£3,153.00	£5,611.00
Jan 29	456378923897	£3,478.00	£2,133.00
Jan 31	BALANCE CARRIED FORWARD		£2,133.00

Name of person who paid in the cash  
– not always the customer

Bank sort-code (branch identification number)

XYZ Bank		£	pence
Paid in by: <i>Elizabeth Turner</i>		£50	130
Date: 02/01/2005		£20	805
		£10	389
		£5	82
XYZ Bank 13 THREADNEEDLE STREET LONDON UK		Coin	15000
		Cheques	
:000010: 21 0591: 238423487		Total	£15,000

Breakdown of cash payments

# Examining bank statements

ELIZABETH TURNER 15 PARK LANE LONDON UK		XYZ BANK 13 Threadneedle Street LONDON UK				
2005	Sheet 34	Account No	238423487	Debit	Credit	Balance
Jan 01	BALANCE BROUGHT FORWARD					£2,000.00
Jan 02	COUNTER CREDIT				£15,000.00	£17,000.00
Jan 04	COUNTER CREDIT				£2,000.00	£19,000.00
Jan 07	CASH, ISTANBUL		£500.00			£18,500.00
Jan 10	1956		£1,247.00			£17,253.00
Jan 15	9754321854		£16,800.00			£453.00
Jan 15	CHARGES		£45.00			£408.00
Jan 22	AS ADVISED				£2,050.00	£2,458.00
Jan 28	FOREX \$2175 @ £0.7				£3,153.00	£5,611.00
Jan 29	456378923897		£3,478.00			£2,133.00
Jan 31	BALANCE CARRIED FORWARD					£2,133.00

Cash withdrawals froms ATM's

# Examining bank statements

ELIZABETH TURNER 15 PARK LANE LONDON UK		XYZ BANK 13 Threadneedle Street LONDON UK	
2001	Sheet 34	Account No	238423487
		Debit	Credit
			Balance
Jan 01	BALANCE BROUGHT FORWARD		£2,000.00
Jan 02	COUNTER CREDIT	£15,000.00	£17,000.00
Jan 04	COUNTER CREDIT	£2,000.00	£19,000.00
Jan 07	CASH, FORWARD	£500.00	£18,500.00
Jan 11	1956	£1,247.00	£17,253.00
Jan 15	9754321854	£16,800.00	£453.00
Jan 15	CHARGES	£45.00	£408.00
Jan 22	AS ADVISED		£2,458.00
Jan 28	FOREX \$2175 @ £0.7	£3,153.00	£5,611.00
Jan 29	456378923897	£3,478.00	£2,133.00
Jan 31	BALANCE CARRIED FORWARD		£2,133.00

Sort code number of counterparty's bank

Date debited customers account

Associated counterparty

XYZ BANK 15 THREADNEEDLE STREET 21-05-91  
LONDON UK

8-Jan-2005

PAY Mercantile Import Export Company

One thousand two hundred and forty seven pounds £1,247.00

ELIZABETH TURNER

⑆210591⑆ 99⑆6996⑆ 01956⑆

542467  
08 01 02

Cheque number

# Examining bank statements

2005		Sheet 34	Account No	238423487	Debit	Credit	Balance
Jan 01	BALANCE BROUGHT FORWARD						£2,000.00
Jan 02	COUNTER CREDIT					£15,000.00	£17,000.00
Jan 04	COUNTER CREDIT					£2,000.00	£19,000.00
Jan 07	CASH, ISTANBUL			£500.00			£18,500.00
Jan 10	1056			£1,247.00			£17,253.00
Jan 15	9754321854			£16,800.00			£453.00
Jan 15	CHARGES			£45.00			£408.00
Jan 22	AS ADVISED					£2,050.00	£2,458.00
Jan 28	FOREX \$2175 @ £0.7					£3,153.00	£5,611.00
Jan 29	456378923897			£3,478.00			£2,133.00
Jan 31	BALANCE CARRIED FORWARD						£2,133.00

Remitted electronic transfer (via Swift)

# Examining bank statements

ELIZABETH TURNER 15 PARK LANE LONDON UK		XYZ BANK 13 Threadneedle Street LONDON UK	
2005	Sheet 34	Account No	238423487
		Debit	Credit
Jan 01	BALANCE BROUGHT FORWARD		
Jan 02	COUNTER CREDIT		£15,000.00
Jan 04	COUNTER CREDIT		£2,000.00
Jan 07	CASH, ISTANBUL	£500.00	
Jan 10	1956	£1,247.00	
Jan 15	9754321854	£16,800.00	
Jan 15	CHARGES	£45.00	
Jan 22	AS ADVISED		£2,050.00
Jan 26	FOREX \$2175 @ £0.7		£3,153.00
Jan 29	456378923897	£3,478.00	
Jan 31	BALANCE CARRIED FORWARD		

PLEASE PRINT OR TYPE IN BLOCK CAPITALS		PRIORITY PAYMENT <b>XYZ BANK</b>		PLEASE READ THE TERMS OVERLEAF	
Method of payment		1 <input type="checkbox"/> 2 <input type="checkbox"/> 3 <input type="checkbox"/> 4 <input type="checkbox"/>		Advise & credit account of beneficiary (Bank req'd) Advise & pay beneficiary (Bene Address req'd) Pay beneficiary on application & identification (Bank req'd) Open a new account in the name of the beneficiary (Sigs req'd)	
Sterling Remittance		Amount in w ords <i>Sixteen thousand, eight hundred pounds</i>		Amount in figures <b>£16,800</b>	
Or		Name of currency		Value date <b>15-Jan-2005</b>	
Currency Remittance		Currency amount in w ords		Customer ref RX <b>9754321854</b>	
Beneficiary A/C No. (if known)		<b>12345678</b>		Exchange rate (XR) <i>Not applicable</i>	
Overseas bank code if known				Dollar equiv in figures <i>Not applicable</i>	
Beneficiary's Bankers		<b>AFC International Bank</b>			
Full Name and address of beneficiary		<b>Alan Jones</b>			
Message to beneficiary (Max 90 characters)					
Remitters name (Printed)		<b>ELIZABETH TURNER</b>			
Lion Bank charges to be paid by :		1. Ourselves <input type="checkbox"/>		2. Beneficiary	
Foreign Bank charges to be paid by :		<input type="checkbox"/>		3. Ourselves <input type="checkbox"/>	
Please debit either my :				4. Beneficiary	
Sterling Account No :		<b>238423487</b>		BANK USE ONLY	
Foreign Currency Account :				F/C cont no.	
At Sort Code :		<b>21-05-91</b>		Date received <b>15-Jan-2005</b>	
Herewithin cheque / cash :				Time received <b>14:00</b>	
Signature :				Payment instruction authenticated and authorised for payment <b>RM</b>	
Name (Printed) :				Payment amount <b>Not applicable</b>	
Address :		<b>15 Park Lane London UK</b>		Commission <b>135</b>	
Post Code :		<b>WC3 8ER</b>		Total <b>135.00</b>	
Date :		<b>15-Jan-2005</b>		Signature number <b>1</b>	
				Authorised signature <i>Verified</i>	
				Branch sort code <b>21 05 91</b>	
				Codeword	

Beneficiaries bank details

Name of beneficiary

Debits and credits account on same day

Reference number

Commission charges

# Examining bank statements

2005		Sheet 34	Account No	238423487	Debit	Credit	Balance
Jan 01	BALANCE BROUGHT FORWARD						£2,000.00
Jan 02	COUNTER CREDIT					£15,000.00	£17,000.00
Jan 04	COUNTER CREDIT					£2,000.00	£19,000.00
Jan 07	CASH, ISTANBUL			£500.00			£18,500.00
Jan 10	1956			£1,247.00			£17,253.00
Jan 15	9754321854			£16,800.00			£453.00
Jan 15	CHARGES			£45.00			£408.00
Jan 22	AS ADVISED					£2,050.00	£2,458.00
Jan 28	FOREX \$2175 @ £0.7					£3,153.00	£5,611.00
Jan 29	456378923897			£3,478.00			£2,133.00
Jan 31	BALANCE CARRIED FORWARD						£2,133.00

Received electronic transfer

# Examining bank statements

ELIZABETH TURNER 15 PARK LANE LONDON UK		XYZ BANK 13 Threadneedle Street LONDON UK				
2005	Sheet 34	Account No	238423487	Debit	Credit	Balance
Jan 01	BALANCE BROUGHT FORWARD					£2,000.00
Jan 02	COUNTER CREDIT		£15,000.00			£17,000.00
Jan 04	COUNTER CREDIT		£2,000.00			£19,000.00
Jan 07	CASH, ISTANBUL		£500.00			£18,500.00
Jan 10	1956		£1,247.00			£17,253.00
Jan 15	9754321854		£16,800.00			£453.00
Jan 15	CHARGES		£45.00			£408.00
Jan 22	AS ADVISED			£2,050.00		£2,458.00
Jan 28	FOREX \$2175 @ £0.7			£3,153.00		£5,611.00
Jan 29	456378923897		£3,478.00			£2,133.00
Jan 31	BALANCE CARRIED FORWARD					£2,133.00

XYZ BANK 15 Threadneedle Street London		<b>*CONFIRMATION*</b>	
ELIZABETH TURNER 15 Park Lane London UK		<b>CREDIT / DEBIT Advice</b>	
Dears Sir,		Date : 22-Jan-05	
We advise you that your account number : 238423487		has been <b>CREDITED</b>	
Our reference : 5280704S16302359		(Please Quote in all correspondence)	
Amount :	£2,050	Currency :	GBP
Value date :	22-Jan-05		
<b>In respect of the following instructions received :</b>			
Ordering Bank:	NASHVILLE BANK N.A 1340 THE AVENUE TA USA	For Account of:	Elizabeth Turner A/C No. 238423487
By order of:	TYNE BOOKS & CO	Details of payment:	3,833.50 USD @ 1.87
Instructions received from:	LOTS OF MONEY BANK NEW YORK USA	Senders reference:	
Instructions received by:	SWIFT 22012005	Related reference:	

Name of remitters bank

Name of remitter of funds  
(associated counterparty)

Name of correspondent  
bankers

Details of payment



# Examining banking records: a proposed approach

- Examine bank records, KYC and KYB documentation
- Show initial findings on a chart
- Examine counterparty details
- Draw-up a list of counterparties connected to the account
- Amend chart to include new counterparty details
- Contact domestic counterparties' banks and examine appropriate records, KYC and KYB documentation

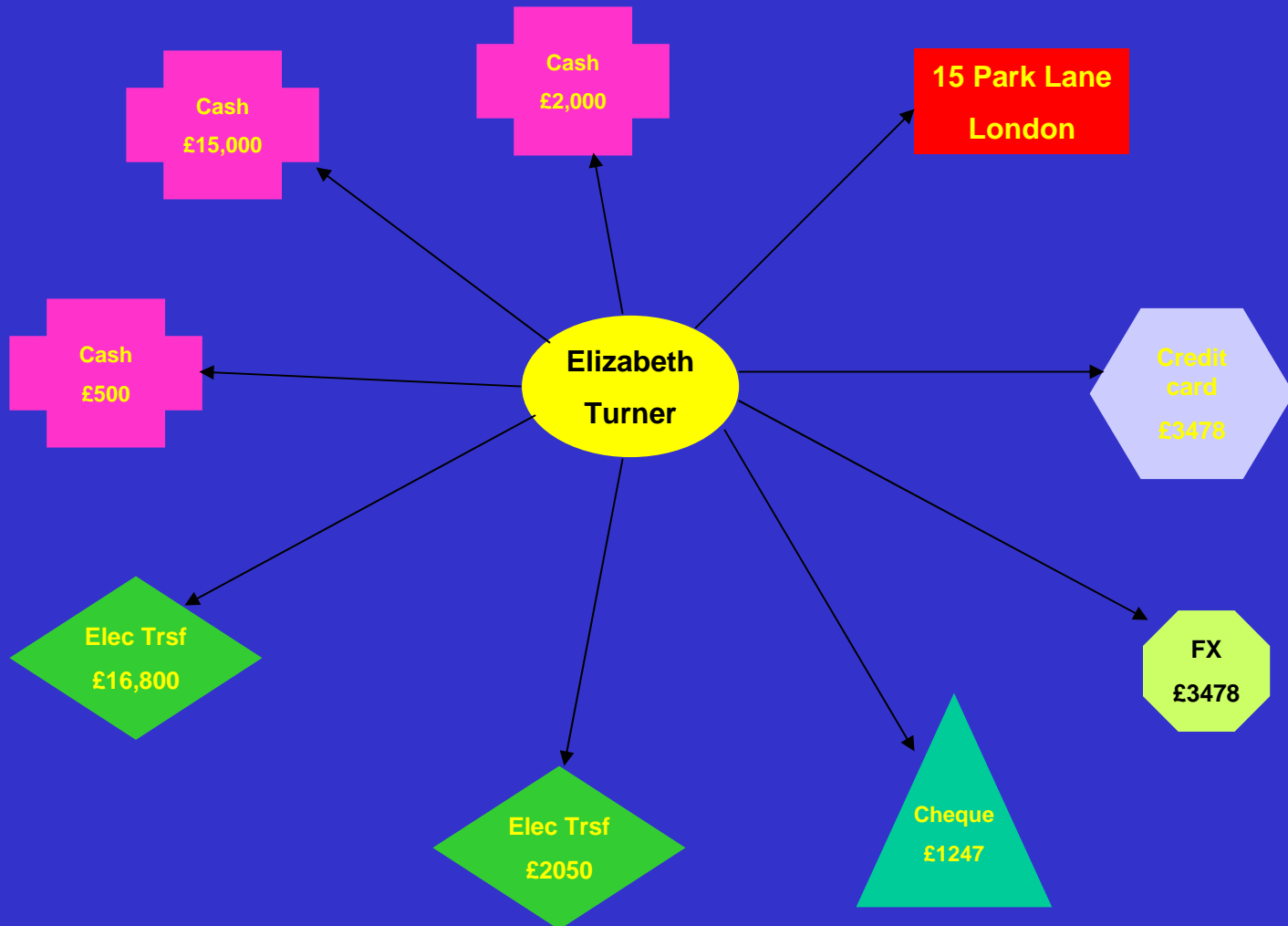
# Examine bank records, KYC and KYB documentation

- Question: is the operation of the account in line with the profile of the customer?
- Question: is account turnover in line with expectations?
- Question: are unusual transactions taking place to seemingly unconnected counterparties?
- Question: are there any large cash deposits?
- Question: are payments being made to well know money laundering havens?
- Question: are cash deposits followed by electronic transfers?
- Question: is commission being paid to the account holder?
- Question: are there any patterns emerging
- Question: are there any foreign currency transactions?

# Examining banking records: a proposed approach

- Examine bank records, KYC and KYB documentation
- **Show initial findings on a chart**
- Examine counterparty details
- Draw-up a list of counterparties connected to the account
- Amend chart to include new counterparty details
- Contact domestic counterparties' banks and examine appropriate records, KYC and KYB documentation

# Money laundering charting



# Examining banking records: a proposed approach

- Examine bank records, KYC and KYB documentation
- Show initial findings on a chart
- **Examine counterparty details**
- Draw-up a list of counterparties connected to the account
- Amend chart to include new counterparty details
- Contact domestic counterparties' banks and examine appropriate records, KYC and KYB documentation

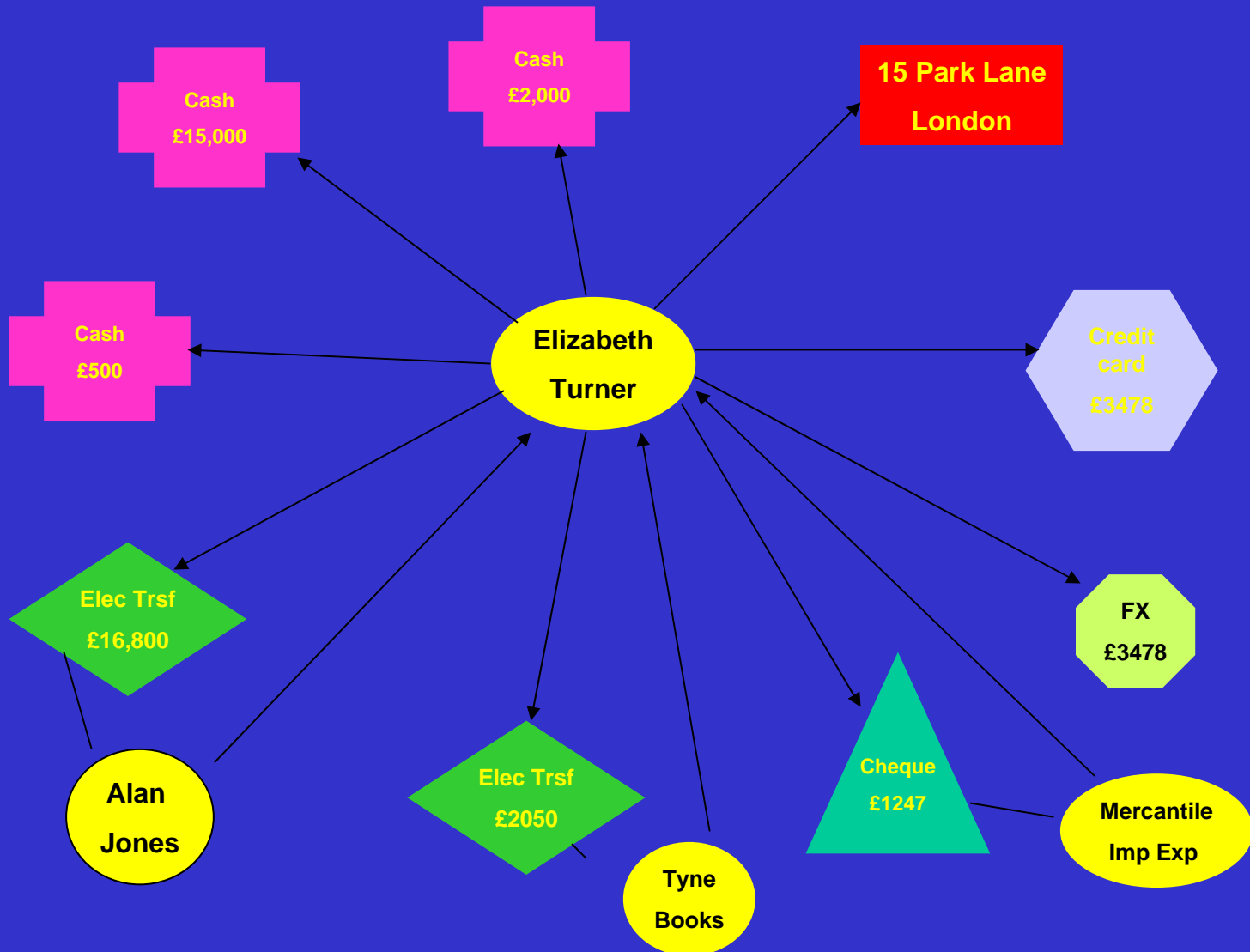
# Examine counterparty details

- Question: Are the counterparties remitters of funds or receivers of funds?
- Question: Do we know their bank account details/can we get their records?
- Question: Do the counterparties reside in well known money laundering havens/NCCT's?
- Question: Do we know the beneficial owner of the funds or are they hidden behind trusts or shell companies?

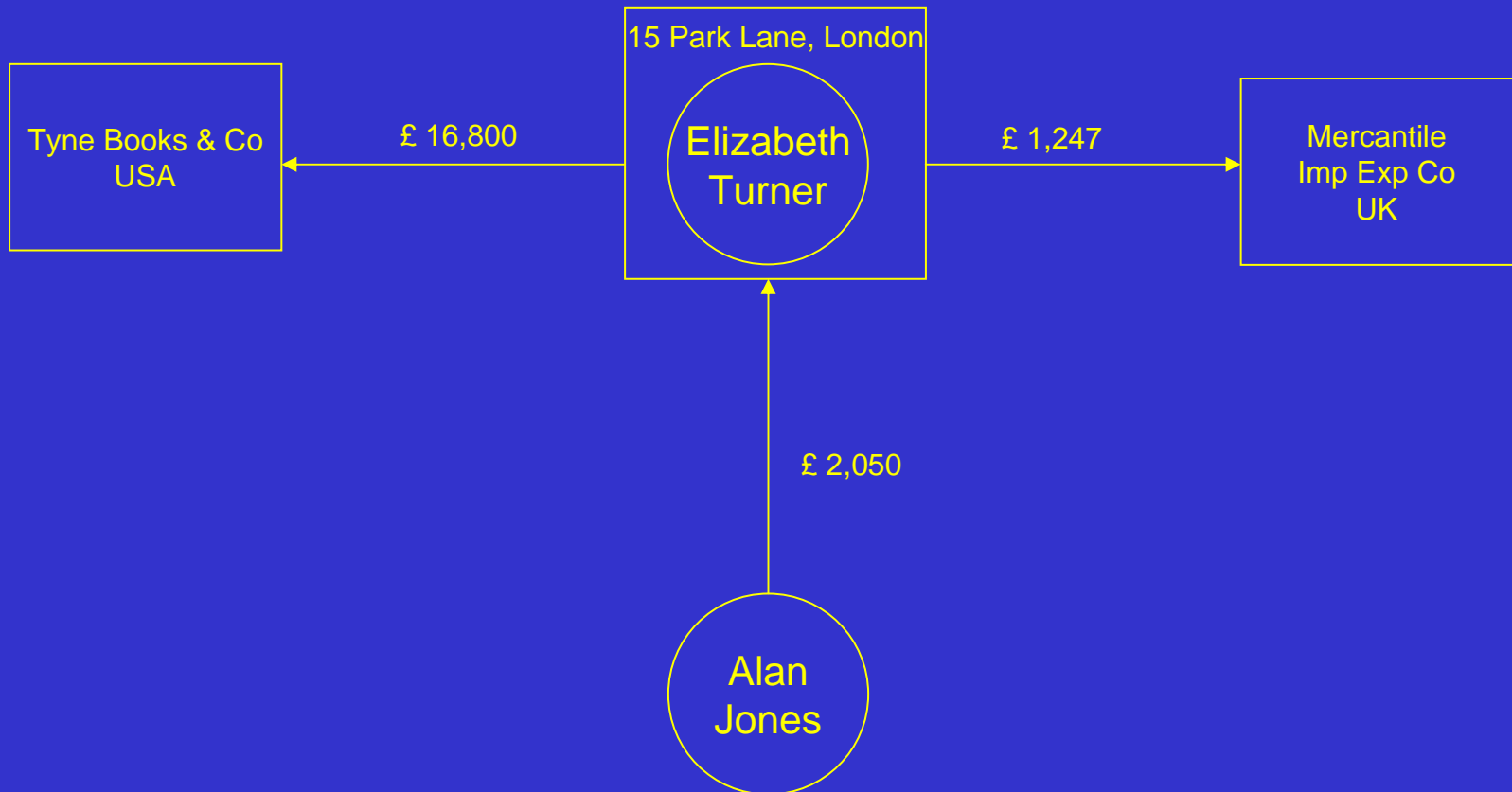
# Examining banking records: a proposed approach

- Examine bank records, KYC and KYB documentation
- Show initial findings on a chart
- Examine counterparty details
- Draw-up a list of counterparties connected to the account
- **Amend chart to include new counterparty details**
- Contact domestic counterparties' banks and examine appropriate records, KYC and KYB documentation

# Money laundering charting ? (2)



# Money laundering charting



# Money laundering charting

