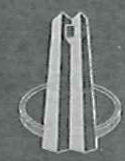
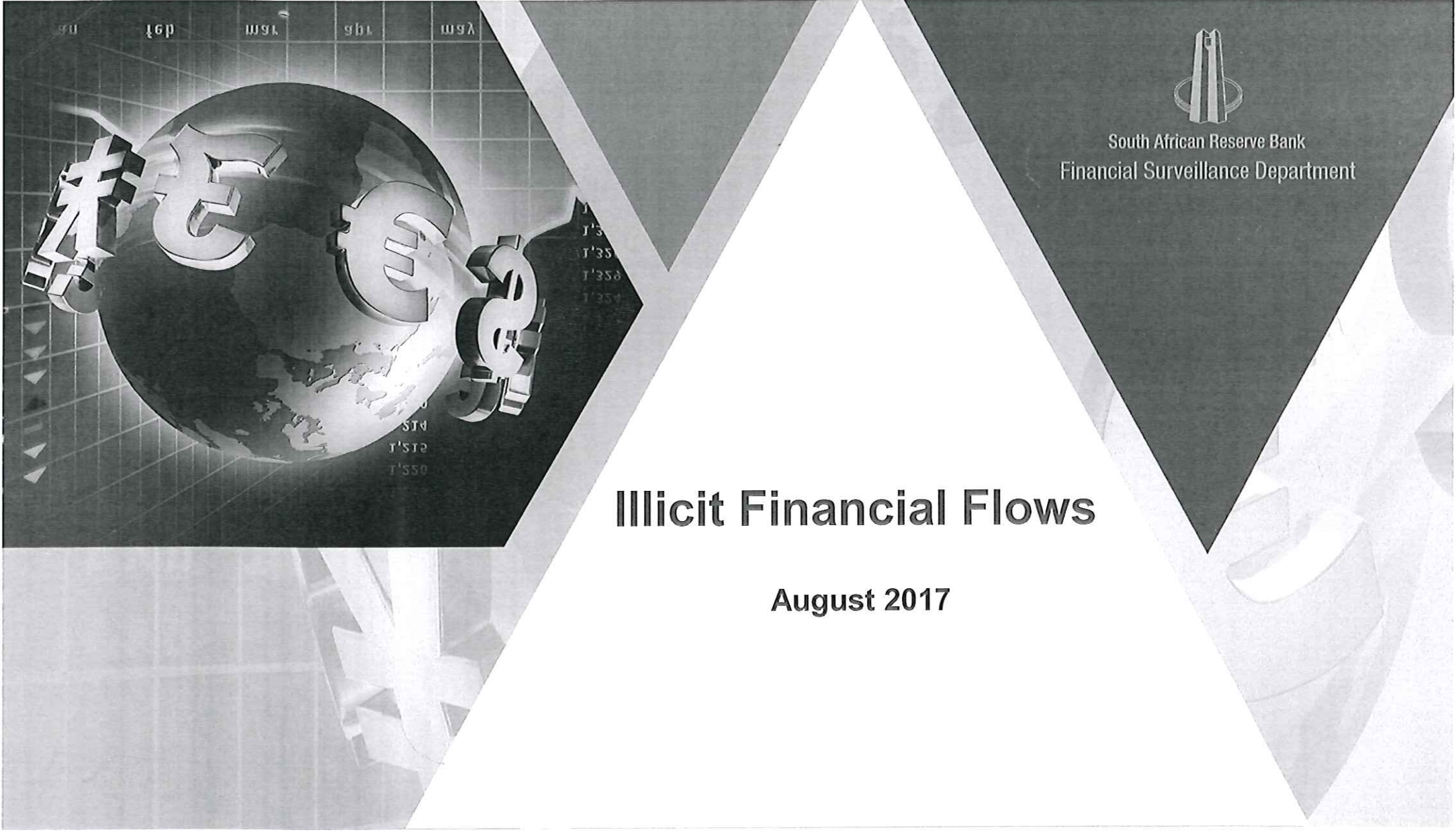


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South African Reserve Bank
Financial Surveillance Department

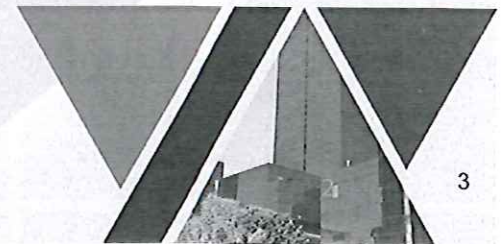
Illicit Financial Flows

August 2017



FinSurv : Mandate

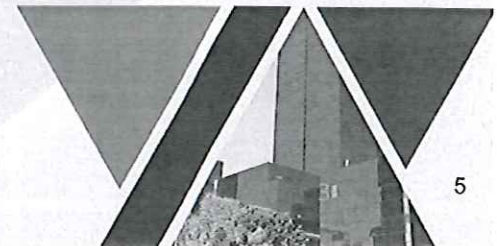
- FinSurv is mandated to investigate alleged contraventions of the Exchange Control Regulations (Regulations) and to, where appropriate take **administrative action** against alleged perpetrators. This may include blocking of funds, attachment of money and/or assets, forfeiture of money.
- Alleged contravention of the Regulations is a **statutory offence** and would include IFFs taking into account general definition for IFFs (i.e. money moved between countries illegally) .
- Matters reported by FinSurv to law enforcement would invariably include IFFs but could also contain elements of other offences e.g. forgery and uttering, money laundering etc.





Collaboration and Information Sharing

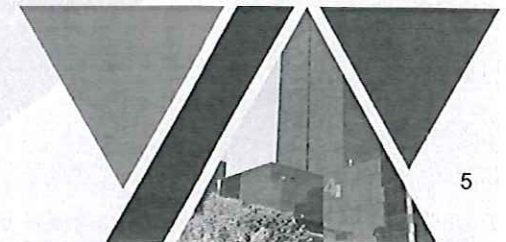
- Multi agency task team established - collaboration between various role players including SARB, SARS, FIC, SAPS, NPA, AFU, National Treasury, DTI, SSA etc. (deal with IFFs on operational level including joint investigations; sharing of information; reporting matters to other agencies for investigation; training etc.)
- Requests for records of cross border flows from SARS (94 in 2016/2017)
- Requests for records of cross border flows from law enforcement (21 in 2016/2017)
- Referrals from and to FIC (requests for information on and/or reporting of suspicious foreign currency transactions)
- Authorised Dealers (banks) – improved reporting of suspicious foreign exchange activities is an important source of information for investigation by FinSurv and other agencies





Statistics

- Blocking orders issued since April 2017 - R 155 million
- Forfeiture notices published since April 2017 – R 9 million
- 51 Cases referred to law enforcement (estimated contraventions R4.5 billion)
- 110 new IFF cases opened by FinSurv since April 2017 mostly based on reports from Authorised Dealers and monitoring of transactions by FinSurv





Questions

