

## Financial Crime and Money Laundering

### Aim of Subject:

To provide those entering the profession with an introduction to financial crime, money laundering, anti-money laundering policies and control systems.

### Subject Specific Learning Outcomes:

#### Outcome 1

Demonstrate an understanding of the nature of financial crime.

#### Knowledge, Understanding and Skills

- The nature of crime
- Types of financial crime
- Criminal and civil law
- Consequences of financial crime
- Reducing financial crime
- Law enforcement

#### Outcome 2

Describe the range of criminal offences involved, and the legal framework.

#### Knowledge, Understanding and Skills

- Theft
- Fraud
- Legislation on computer crime
- Legislation on crimes in financial markets and systems
- Senior management arrangements, systems and controls
- Forgery
- Counterfeit money
- Risks and consequences of theft
- Theft by third parties
- Theft by employees
- Identity theft
- Fighting identity theft

#### Outcome 3

Describe the range of forms of technology-based crimes.

#### Knowledge, Understanding and Skills

- Rationale for technology-based crime
- Hacking
- Malware
- Phishing
- Phishing Trojans
- Telephone phishing

#### Outcome 4

Understand money laundering.

### **Knowledge, Understanding and Skills**

- Origins of money laundering
- The money laundering process
- Anti-money laundering legislation
- The main offences
- Responsibilities for compliance
- Money Laundering Reporting Officer
- Joint Money Laundering Steering Group
- Financial Action Task Force
- Suspicious activity reports

### **Outcome 5**

Demonstrate an understanding of the importance of anti-money laundering policies.

### **Knowledge, Understanding and Skills**

- Identification and verification
- Evidence of identity
- Personal customers
- Non-standard identity checks
- Non-personal customers
- Know your customer
- Politically exposed persons
- The obligations of management and staff
- Methods used by money launderers
- Key players in money laundering operations

### **Outcome 6**

Demonstrate an understanding of crime in financial markets.

### **Knowledge, Understanding and Skills**

- Insider dealing
- Who does insider dealing affect?
- How does insider dealing occur?
- Market abuse
- The Code of Market Conduct
- Market Abuse Directive

### **Outcome 7**

Understand the relevant control systems and audit.

### **Knowledge, Understanding and Skills**

- What is control?
- Internal control
- Types of internal control
- Internal check
- Limitations of internal control
- Internal audit
- External audit
- The external auditor and financial crime
- Internal audit and external audit compared

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