



CANDIDATE DETAILS			
Access Number	Roll Number	For Official Use Only	Serial Number
Subject ANTI-MONEY LAUNDERING MEASURES AND BUSINESS ETHICS			
Candidate's Name			
Father's Name			
CNIC Number			
Cell Number		E-mail	
I verify that my particulars given above are correct and I declare that I have read the INSTRUCTIONS printed in the examination booklet, and/ or given in the ISQ Examination Guidelines, violation of which would mean cancellation of my paper and debarment from appearing in future examinations.			
Candidate's Signature		Invigilator's Signature	



THIS PAGE IS INTENTIONALLY LEFT BLANK



The Institute of Bankers Pakistan

ISQ Examinations Winter - 2018 AIBP Anti-Money Laundering Measures and Business Ethics

SEAL
BOOK
HERE

Section 2
Subjective Questions

Number of Questions: 5
Marks: 40

Allotted time : (Objective and
Subjective): 3 hours



INSTRUCTIONS FOR THE CANDIDATE

1. The candidate must abide by the ISQ Examination Guidelines sent along with the admit card.
2. The candidate must sign the booklet after verifying the particulars and should **NOT** write his/ her name or roll number etc. on any other page of the examination booklet.
3. The candidate is advised **NOT** to approach the invigilators for seeking any explanation related to the questions in the examination paper.
4. Laptops, mobile phones or any other gadgets are **NOT** permitted in the examination hall. **ONLY** non-programmable scientific calculator is allowed. If any candidate is found in possession of any restricted gadgets or items, his/ her examination paper will be cancelled immediately.
5. The candidate must ensure that the examination booklet has all the pages duly numbered. If any page is missing, damaged or not numbered, then return the booklet to the superintendent/ invigilator and obtain another booklet.
6. Write your answer **ONLY** in the given space for each question. Anything written outside the given space will not be considered for marking.
7. **ONLY** blue or black ball points are to be used.
8. The candidate must attempt **ALL** questions in the paper.

For Official Use Only

Marks Obtained	Q.1	Q.2	Q.3	Q.4	Q.5	Total Marks	Total in words
Marker - I							
Q.C							
Scrutiny							
Re-Scrutiny							
Marker- II							

Signatures:

1. Marker - I

2. QC

3. Scrutinizer

4. Re-Scrutinizer

5. Marker - II

Q2.

A. What is the role of Transaction Monitoring System? Enlist any three. (3 Marks)



B. Enlist any four capabilities/ features of a Transaction Monitoring System (TMS) that should be considered by the financial institution during its assessment process. (4 Marks)



Q3. With respect to biometric verification by banks, answer the following:

A. What are the requirements laid down in the AML/ CFT regulations with regard to biometric verification? (3 Marks)

B. Is any activity permitted in bank account prior to biometric verification of a customer? (3 Marks)

Q4. A representative of Private Limited company visited the branch of a small bank for account opening along with all required documents and filled Account Opening Form (AOF). The Branch Manager, while analyzing the documents, realized that set of documents do not contain resolution of board of directors for opening of account, specifying the person(s) authorized to open and operate the account. The Branch Manager informed the customer about insufficiency of documents to which the customer answered that this is a single member company and this document is not applicable to us.

In the light of above scenario, answer the following questions:

A. What minimum documents must be obtained by bank from a single member company registered with SECP before onboarding as a client? (4 Marks)



B. Branch Manager refused the account opening to avoid any risk while on the other hand, the customer claims that this requirement is not applicable to a single member company for account opening. Which party is right, branch manager or customer and can this situation be handled in anyway or mandatory regulatory requirement has to be fulfilled before onboarding? (2 Marks)

C. What is the difference between Sole Proprietorship and Single Member Company? List minimum documents required for “Sole Proprietor” account before onboarding as a client. (4 Marks)

Q5. Customer ‘A’ is maintaining a basic banking account in XYZ Bank for more than 5 years. At the time of account opening, he was a salaried person in an engineering firm. Now, he has started his own online business and also running a small shop. While reviewing the statement of account of customer for KYC review, operations manager has noticed a large number of inward transactions and outward clearing cheques from the account.

A. What due diligence measures should be carried out by Operations Manager? (4 Marks)



C. The operations manager noticed in the month of June 2018 that the account turnover was more than Rs. 10 million. What due diligence is needed in order to regularize the personal account?
(2 Marks)

X ——— END OF SECTION ——— X



THIS PAGE IS INTENTIONALLY LEFT BLANK