

BINDURA UNIVERSITY OF SCIENCE EDUCATION

FACULTY OF COMMERCE

DEPARTMENT OF INTELLIGENCE AND SECURITY STUDIES

COURSE : Money Laundering

CODE : FI 404

DATE :

 **JUN 2023**

TIME ALLOWED: 3 Hours

TOTAL MARKS : 100

INSTRUCTIONS TO CANDIDATES

Answer any four questions

All questions carry equal marks

The question paper has 2 pages

Each answer should be on a fresh page and every page must be numbered

Cell phones are not allowed into the examination room

Notes, handouts and Textbooks are not allowed into the examination room.

Question 1

- a) Discuss the concept of money laundering (20)
- b) Corruption is a major predicate offence to money laundering (ML), explain. (5)

[Total 25 marks]

Question 2

Discuss the basic steps of 'customer due diligence' (CDD) as set out in both the Basel Committee and the Financial Action Task Force (FATF) statutes on Banking Supervision. (25)

Question 3

Key sectors of an economy's level of proneness to ML vulnerability can be categorized as low, medium, high. Briefly explain each of the following key sectors' of Zimbabwe economy proneness to ML.

- a) Banking Sector (5)
- b) Designated Non-Financial Businesses or Professions (DNFBPs) (5)
- c) Other Financial Institutions Sector (5)
- d) Insurance Pensions (5)
- e) Security Sector (5)

[Total 25 marks]

Question 4

The study of Money Laundering gives a contextual and better understanding of the nexus between Money Laundering and Corruption. Discuss the suggestion that the latter undermines the successful implementation of effective combat provisions against the former. (25)

Question 5

Discuss five recommendations to government to minimize the impediments which corruption as a principle agent creates in impeding the effective implementation of anti-money laundering provisions. (25)

End of paper