



# Money Laundering & Non-Regulated Sectors

Georges-Vicken Patanian  
Attorney at Law - MBA

# Non Regulated Sectors

- Non regulated sectors are economic sectors that are to date subject to the “*laissez faire laissez passer*” principle as they:
  - Do not have specific Legal & Regulatory Requirements;
  - Do not have specific controlling bodies & authorities;
  - Are not under strict & permanent audit.

*“Laissez faire, laissez passer, le monde va de lui-même.”*

Gournay

# Non Regulated Sectors

- Non regulated sectors are:
  - The broadest panel of activities in any economy;
  - Not necessarily suspicious activities;
  - Different from one country /region to the other.

*“Laissez faire, laissez passer, le monde va de lui-même.”*


Gournay

# Money laundering

- Money laundering is a **criminal process** based on **criminal intent** & consisting of clear inputs and outputs with:
  1. Convenient environment;
  2. S.M.A.R.T objectives
  3. Standardized Operating Procedures (SOP);
  4. Resources.
- **Leading to:**  
**Criminal outcomes**



# Money laundering

- Money laundering is not restricted to one industry/sector;
- It is so diversified that immune sectors are almost inexistent;
- Is a matter of scale;
- It is  cash.



# “Cash-phobia”

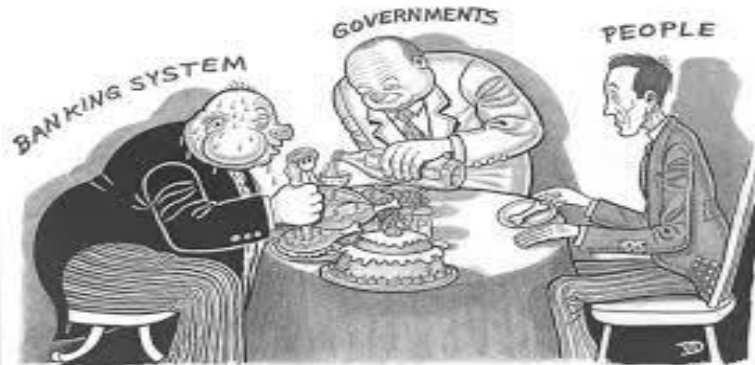
- The trendiest disease of the twenty first century;
- Wrongly diagnosed by several industries/sectors;
- Affecting the weakest link in the supply chain;
- Created an uncontrolled cash circulation flow;
- Provoked a loss of business volume for regulated sectors;
- Provoked a loss of tax income.



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# Stakeholders in Money Laundering

- Government;
- Politics;
- Private sector;
- 



# Remedies

- Specific, effective & efficient Legislation;
- Regulatory authorities;
- Applying international standards if any;
- Auditing process (Financial & Quality):
  - Audit preparation;
  - Audit execution;
  - Audit reporting & Communication.
- Processing reported data by public authorities.





# Conclusion

- Is it feasible, that for fighting money laundering we should move from a free and not necessarily and specifically regulated economic environment to a highly controlled and restricted one?
- Isn't it challenging to find the right measure between regulating all sectors thus keeping freedom of trades and money circulation?
- Can an effective governance be the answer to sustainable & clean economy?

“Money laundering is a very sophisticated crime and we must be equally sophisticated.”

*Janet Reno, while serving as Attorney General of the United States from 1993 to 2001*

Thank you