

Republic of Serbia

Ministry of Interior

Service for Combating Organized Crime

Financial Investigations Unit

FINANCIAL INVESTIGATIONS

CONTENT of the PRESENTATION

1. MoI R Serbia – Financial Investigation Unit
– legal framework
2. Financial Investigations
3. Case Study

Service for Combating Organized Crime

- **was established in October 2001**
- **main operational units within the SCOC are:**

**- ORGANIZED FINANCIAL CRIME
SUPPRESSION DEPARTMENT**

**- CLASSIC ORGANIZED CRIME
SUPPRESSION DEPARTMENT**

**- DRUGS SMUGGLING
SUPPRESSION DEPARTMENT**

**- FINANCIAL INVESTIGATIONS
UNIT**

**- HIGH-TECH CRIME SUPPRESSION
DEPARTMENT**

Financial Investigations Unit

DEPARTMENT FOR PLANNING AND
COORDINATION OF FINANCIAL INVESTIGATIONS

DEPARTMENT FOR FINANCIAL INVESTIGATIONS
OF ORGANIZED CRIME

SECTION FOR PLANNING AND
COORDINATION OF FI

BELGRADE SECTION

NIŠ SECTION

Kragujevac SECTION

Kraljevo SECTION

ŠABAC SECTION

UŽICE SECTION

BOR SECTION

NOVI SAD SECTION

ZRENJANIN SECTION

Legal Framework

Law on seizure of crime proceeds

1. **Establishment of specialized unit competent for financial investigations within the MoI R Serbia**
2. **Taks of the Unit: detection of property/assets originating from criminal offence**
3. **Unit acts by the order of Public Prosecutr or Court OR by its official duty**

4. Financial investigation is initiated when there are ground for suspicion that person owns certain crime proceeds
5. FI collects evidences related to properties, licit incomes and expenditures of the accused, witness collaborator or testator, evidences on the property inherited by a legal successor i.e. compensation by which property was transferred to a third person.
6. Priority and confidentiality
7. Competencies underlined in p. 18,19,20 of the Law
8. International aspect

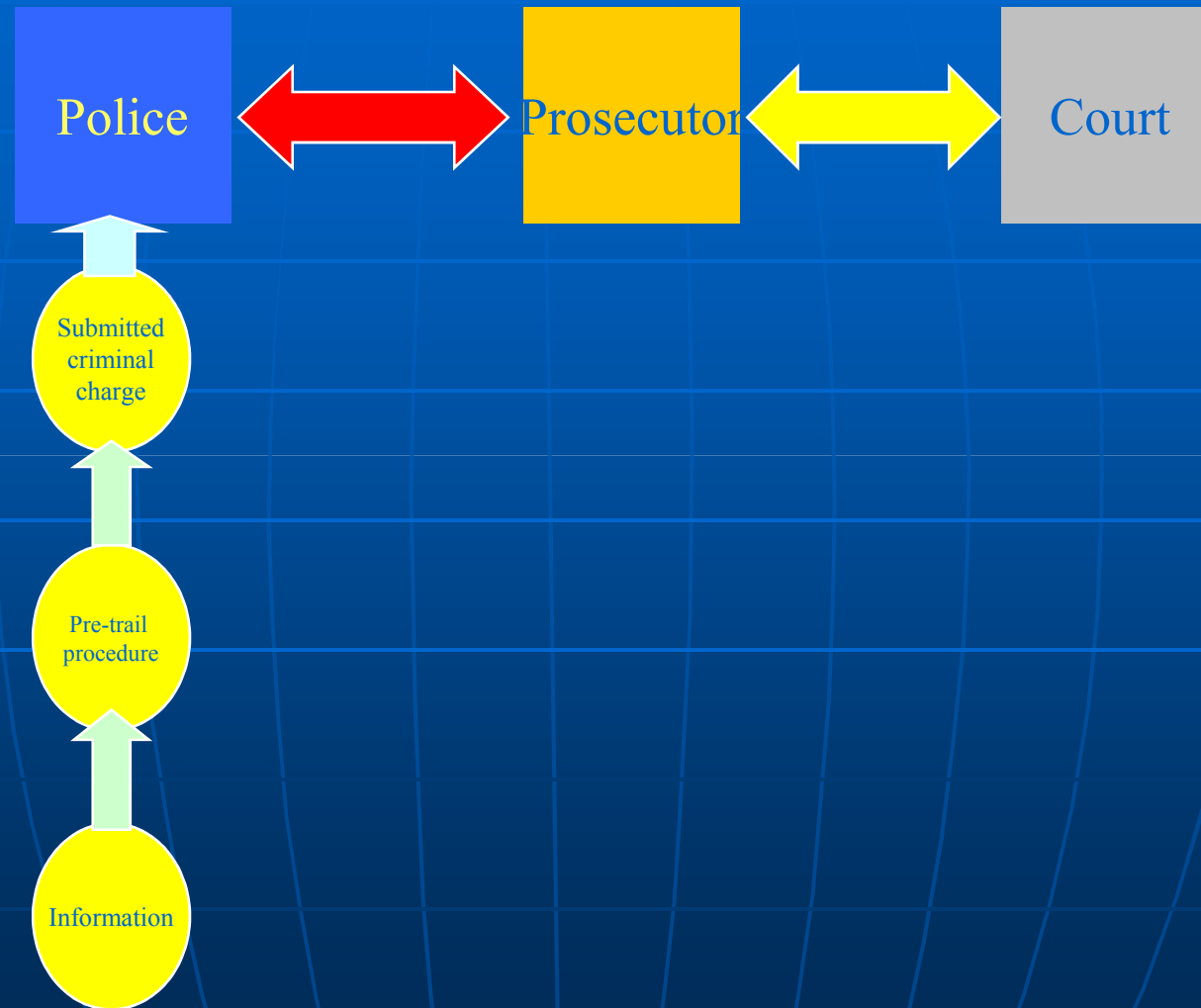
FINANCIAL INVESTIGATION

- **Objectives and tasks**
- **FI procedure and flow**
- **Examples**
- **Case Studies**

OBJECTIVES AND TASKS of FI

- Detect crime proceeds
- Ground of suspicion that person owns significant crime proceeds
- Collect evidences related to properties, licit incomes and expenditures of the accused, witness collaborator or testator, evidences on the property inherited by a legal successor i.e. compensation by which property was transferred to a third person

FINANCIAL INVESTIGATIONS



Information

on ground for suspicion that criminal offence was committed, as well on personal property is obtained by / from:

- Operational work of the police (cases, informants, etc.)
- Claims of natural and legal persons
- Anti-money Laundering Administration (suspicious transactions on the basis of indicators, such as big values, structured values, off shore, etc.)
- Other state authorities – Tax Police, Customs, Foreign Currencies Inspectorate . . .
- International co-operation – liaison officers, Interpol, bilateral co-operation (matching investigations – same objectives)
- Miscellaneous (Internet, e-media and other media, etc.)

Pre-trial procedure

against a person for who there are grounds to suspect that he/she committed criminal offence and collection of data about the property of this person

- Data collection on the basis of legal competencies of the police - articles 225, 226, 77, 232, 238, 504lj of Criminal Proceedings Law, etc.
- MoI database
- Collection of data from other state authorities – Anti-money Laundering Administration, Tax police, Revenue Administration, Customs, Land Registry, Court registries, etc.
- Data collection from other natural persons, inquiries in companies and financial institutions – banks, insurance companies, etc.
- Special investigative techniques
- Inter-police co-operation
- Internet

Police authorizations (powers)

- Withdrawal of documentation
(financial flow of the property, etc.)
- Interviews of persons
- Checks with other state authorities
(within the scope of powers)

Etc.

MoI database

contains data about:

- persons
- legal entities
- vehicles
- weapons
- from databases of some other state authorities (Bureau for Statistics, etc.)

Collection of data from other state authorities

- Anti-money Laundering Administration
 1. Internal data from Administration's database
 - data based on the membership to Egmont group
 - necessity to form a file
 2. External data on bank accounts: in which banks accounts are opened, further insight into the account, turnover on the account
 3. monitoring of accounts' blocking

■ Tax Administration

- data about inheritance and gift tax, tax on the transfer of absolute rights, revenue tax, data on legal entity, assessment of property's value, tax (taxation) history, etc.

■ Customs

- data about import, export and services, data on legal entities, suppliers – buyers abroad, customs documentation (invoices, UCD, CMR, warranties, vehicles, values, etc.)

- RDI – data about employment, incomes, etc.

- Republic Geodetic Institute, Land Registry
Registries of land and immovables - 80%
regulated land registry in Serbia
- Registries of courts/sale and purchase
contracts, mortgage, etc.
- Registries of local administrations
(municipalities) – data about paid tax for
property, objects, construction licenses
(licenses, claims for legalization of
property), stage of object construction,
inspection reports, etc.

Public Companies and Institutions

- Electro power distribution company (Elektrodistribucija),
- Telekom,
- Public utilities companies

- Gathering data about legal entities
 - money flows, property flows, ownership structure, insight into business, linked legal entities

- Data gathering from physical entities
 - Financial-economic institutions
 - National Bank of Serbia
 - Business banks – data about accounts of physical and legal entities (orders of Prosecutor, Court or Anti-money Laundering Adm.), transactions, etc.

- Central Securities Registry
- Business Registers Agency
- Stock Market
- Securities Commission
 - Use of special investigative measures
Art. 232 CPC (information about property)
 - Operational and intelligence work in the field
 - Inter-police co-operation
liaison officers, Interpol, bilateral agreements, SECI Center
 - Internet
Data about legal and natural entities and their property, etc.

Criminal charge

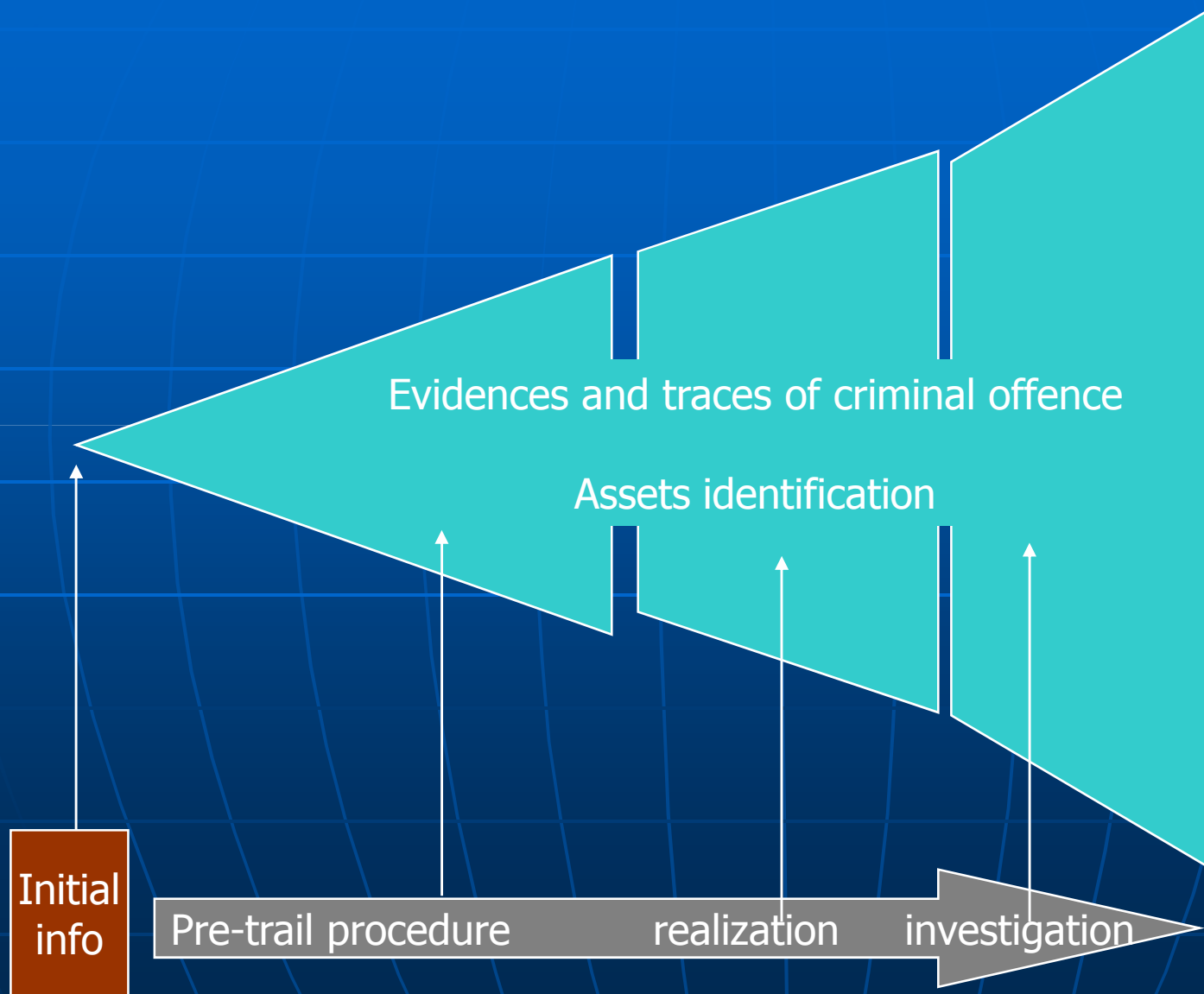
prosecution of persons for who there is a reasonable suspicion of committing criminal offence and continuation of financial investigations

- **Enforcement of investigative judge's orders for search of apartments and other premises, insight into the account of a natural entity, account blocking**
- **Interview with persons as citizens or suspects**
- **Submission of criminal charge to the competent Prosecutor's office with other measures defined by the law**

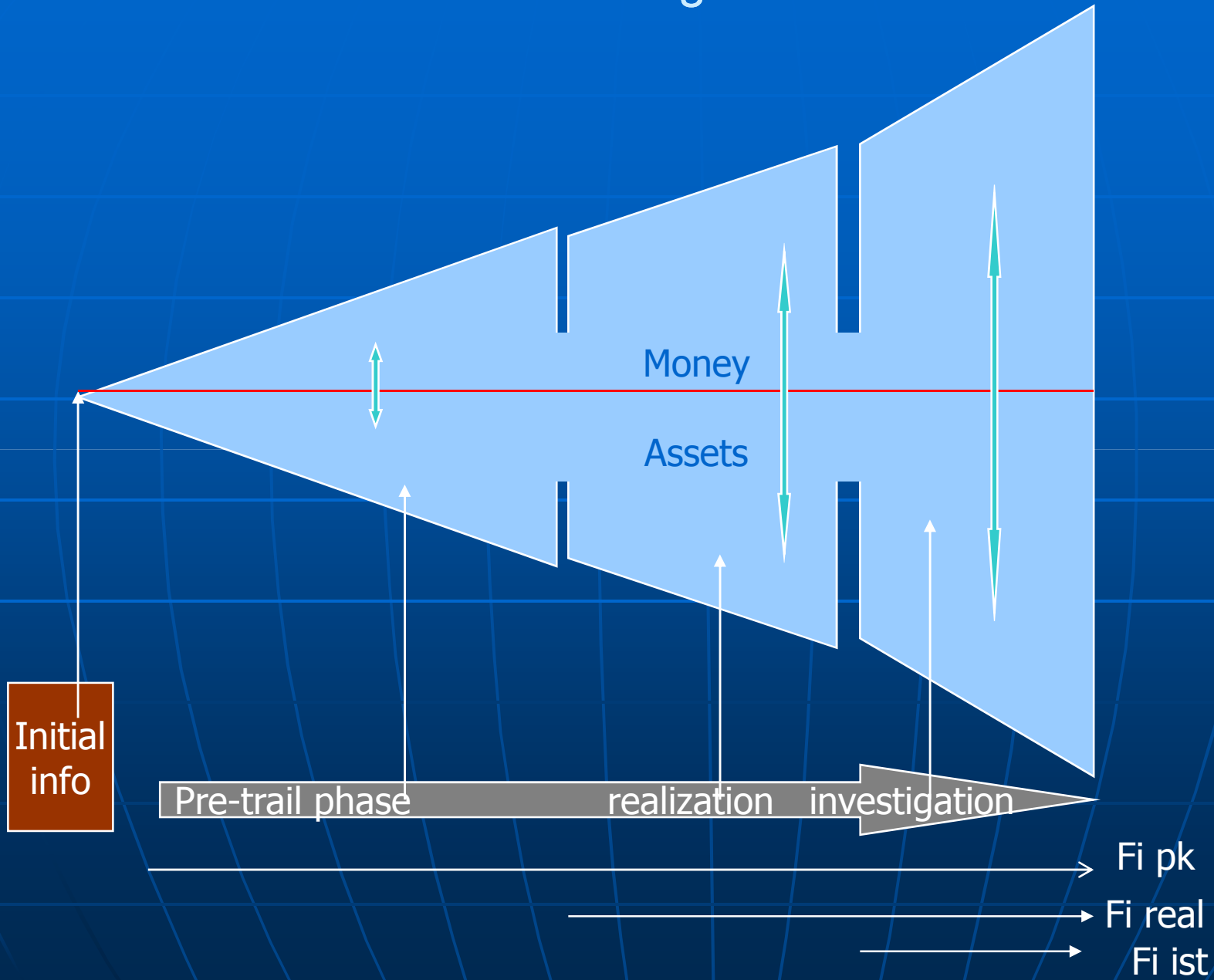
Finansijske istrage



Istrage KD i finansijske istrage



Finansiske istrage: novac I imovina



Examples - tendencies

- INTERNATIONAL CO-OPERATION
- OPERATIONAL ANALYSIS
- EXPERIENCES SO FAR

INTERNATIONAL CO-OPERATION

- Mutual legal assistance
 1. Request of Inv. Judge
 2. Request of Special Prosecutor

- AMLA
 1. Egmont group

- Inter-police co-operation
 1. Levels – checks, actions, joint operations
 2. Institutions - liaison officers, Interpol, bilateral co-operation



ΚΥΠΡΙΑΚΗ ΔΗΜΟΚΡΑΤΙΑ
REPUBLIC OF CYPRUS

HE 136160

MINISTRY OF COMMERCE, INDUSTRY AND TOURISM
DEPARTMENT OF REGISTRAR OF
COMPANIES AND OFFICIAL RECEIVER
NICOSIA

11 February, 2003

CERTIFICATE

HOLDINGS LIMITED

It is hereby certified that, in accordance with the records kept by this Department,
the Registered Office of the above Company is situated at:

Evagora Papachristoforou,
PETOUSIS BUILDING,
P.C. 3030, Limassol, Cyprus

(Sgn.)
For Registrar of Companies

TRUST AGREEMENT

We P.P.T. Limited,
of 18 Evagora Papachristoforou Str., Petoussis Bros Building, 3rd Floor, 3030 Limassol, Cyprus
HEREBY ACKNOWLEDGE and declare that we hold the shares shown in the Schedule hereto
registered in our name as Nominee of and Trustee for Mr. [redacted] of Yugoslavia
hereinafter called "the Owner") and WE UNDERTAKE and agree not to transfer deal with or
dispose of the said shares save as the Owner may from time to time direct. And further to give full
effect to the trust hereby declared WE HEREBY DEPOSIT with the Owner the Certificate for
the said shares together with a transfer thereof executed by us in blank and WE HEREBY
EXPRESSLY AUTHORISE and empower the Owner at any time to complete such transfer by
inserting the name or names of any transferees and the date of the transfer and to complete the
same in any other necessary particular. AND WE DECLARE that this authority is irrevocable
to us. AND WE FURTHER UNDERTAKE and agree to account to the Owner for all dividends and
profits which may be paid to us from time to time upon the said shares and for all other money of
whatever kind which may be payable to us in respect thereof. AND WE FURTHER UNDERTAKE and
agree to exercise our voting power as holder of the said shares in such a manner and for such purpose as
the Owner may from time direct or determine.

SCHEDULE

ORDINARY SHARES NUMBERED 001 - 500

held in the name of **HOLDINGS LTD**

as at this 10th of February 2003

Witness to the signature of
Nominee and trustee

[Signature]

Stonina Michael

Stathis

St Kolossi

[Signature]

For and on behalf of

P.P.T. Nominees Limited

NOMINEES LTD

ΛΑΙΚΗ ΤΡΑΠΕΖΑ

ΚΑΤΑΣΤΑΣΗ ΛΟΓΑΡΙΑΣΜΟΥ
Statement of Account

NOTICE ACCOUNT
EURO

INT'NAL BUSINESS CENTRE L/SSOL
TEL. 80002000

PRIZES LIMITED
P.O. BOX
3314 LIMASSOL

ΗΜΕΡΟΜΗΡΙΑ
Date 23/04/07

ΣΕΛΙΔΑ
Page 1

ΛΟΓΑΡΙΑΣΜΟΥ
Account No. 179-33-01

ON REQUEST STATEMENT FOR 2006
INCLUDES TRANSACTIONS FROM 01/01 TO 31/12

ΗΜΕΡΟΜΗΡΙΑ Date	ΚΩΔ. Code	ΑΝΤΙΓΡΑΦΕΣ Details	ΑΤΙΑ Value Date	ΚΡΕΔΗ Debit	ΡΕΥΣΗ Credit	ΥΠΕΡΑΣΙΟ Balance
ΑΡΙΘ ΜΕΤΑΦΟΡΑ / Balance BF						
05/01	106	SAL	L179R	050106	1757,30	1260,37
05/01	206	17932038144	L1793	050106		496,93-
05/01	106		L1793	030106	5000,00	4503,07
05/01	106	CHARGES AND FEES	L1793	030106	8,74	2745,51
05/01	106	CHARGES AND FEES	L1793	030106	1748,56	997,21
05/01	206	17932038144	L1793	160106	8,74	988,47
16/01	106	17921011436	L1793	120106	3496,50	10988,47
16/01	106	CHARGES AND FEES	L1793	120106	17,48	7474,49
16/01	205	17921011436	L1793	120106		10970,99
16/01	205	CHARGES AND FEES	L1793	120106	3496,50	10988,47
16/01	106	17921011444	L1793	120106	17,48	7474,49
16/01	106	CHARGES AND FEES	L1793	120106	1748,25	5726,24
16/01	106	CHARGES AND FEES	L1793	120106	8,74	5717,50
23/01	106		L1793	190106	1747,95	3969,55
23/01	106	CHARGES AND FEES	L1793	190106	8,74	3960,81
26/01	106		L1793	240106	1747,64	2213,17
26/01	106	CHARGES AND FEES	L1793	240106	8,74	2204,43
26/01	206	17932038144	L1793	260106		8204,43
26/01	106		L1793	240106	699,06	7505,37
26/01	106	CHARGES AND FEES	L1793	240106	3,50	7501,87
26/01	106	TPOUT 179/25443	L1793	240106	2977,76	4524,11
26/01	106	SALE FCY NOTES	L1793	240106	308,49	4215,62
27/01	106	COVER EXCESS-S/I	L179L	270106	353,15	3862,47
02/02	106	FUNDS TRANSFER	L179A	310106	440,41	3422,06
03/02	106		L179V	010206	2000,00	1422,06
03/02	106	CHARGES AND FEES	L179V	010206	10,00	1412,06
06/02	106	SALARY	L179R	060206	1756,38	344,32-
06/02	206	TO COVER EXCESS	L179L	090206		0,68
06/02	206	17932038144	L1793	060206	345,00	10000,68
06/02	106	17921011444	L1793	020206	3495,28	6505,40
06/02	106	CHARGES AND FEES	L1793	020206	17,48	6487,92
06/02	106	17921011436	L1793	020206	1747,64	4740,28

NOW YOU CAN SEE BOTH!

On 1/1/2008 Cyprus will migrate its domestic currency from the Cyprus Pound to the Euro.
For your better information, your account balance amount is also shown in Euro.

For further information on Eurozone issues, please call 1100 (Toll Free)

04/07 07 WED 07:58 FAX 4001

BANKA AD

**SPECIMEN OF SIGNATURES
FOR NON-RESIDENT ACCOUNT**

Account number 1000-674 IBAN 0310000001562

Type of account: currency account foreign currency account

Full name of the company **HOLDINGS Ltd.**

Address: 18 Ergasilou P.O. Box 10101, Limassol, Cyprus 3020 Web: ...

Telephone: +357 25 3320 211 Fax: +357 25 3322 592 Email: officemanager@gmail.com

Here with I/we authorize the following persons collectively 2 individually to manage and deal with funds on my/our account, and have validity to sign on behalf of or debit the account of my/our company

- Full name: (ID number)

Address: +357 25 3320 211 (Telephone)

will sign as: *[Signature]* Note:
- Full name: (ID number)

Address: +357 25 3320 211 (Telephone)

will sign as: *[Signature]* Note:
- Full name: (ID number)

Address: (Telephone)

will sign as: Note:
- Full name: (ID number)

Address: (Telephone)

will sign as: Note:
- Full name: (ID number)

Address: (Telephone)

will sign as: Note:

Bank officer *[Signature]* Stamp and signature of the account owner

03.03.2003 (place and date)

HOLDINGS LTD
CYPRUS

----- Instance Type and Transmission -----
 Notification (Transmission) of Original sent to SWIFT (ACK)
 Network Delivery Status: Network ACK
 Priority/Delivery: Normal
 Message Input Reference :1547 050803TUTNMK22AXXX6097276583

----- Message Header -----
 Swift Input : FIN 103 Single Customer Credit Transfer
 Sender : TUTNMK22XXX
 TUTUNSKA BANKA AD
 SKOPJE MK
 Receiver : ZABHR2XXXX
 ZAGREBACKA BANKA DD
 ZAGREB HRV

----- Message Text -----

20: Sender's Reference
 B500-148988/MI
 23B: Bank Operation Code
 CRED
 32A: Val Dts/Curr/Interbnk Settld Amt
 Date :04 August 2005
 Currency :EUR
 Amount : #150,00#
 33B: Currency/Instructed Amount
 Currency :EUR
 Amount : #150,00#
 50K: Ordering Customer-Name & Address
 /1000225

TRADING LIMASOL CYP
 MK
 53A: Sender's Correspondent
 LHSIDEPF
 LHB: INTERNATIONALE HANDELSBANK
 59: Beneficiary Customer-Name & Address
 /23600001000000013

70: Remittance Information
 /RFB/TRANSFER
 71A: Details of Charges
 BEN
 71F: Sender's Charges
 Currency :EUR
 Amount : #0,00#

----- Message Trailer -----

{MAC:549C0D5FC}
 {CHK:9952E2953830}

----- Interventions -----

Category : Network Report
 Creation time : 03/08/05 15:00:37
 Application : SWIFT Interface
 Operator : SYSTEM
 Text
 {1:F21TUTNMK22AXXX6097276583}{4:{177:0508031547}{451:0}}

FORORAT DEAN

BEFIZETÉSI ÉS PÉNZTÁRBIZONYLAT / **HVB Hungary**
 Cash deposit / Ügyfél számlára befizetés

Számla / Booking ref.: [REDACTED]

Ügyfél neve / Name: [REDACTED] LTD	Dátum / Date: 2002.02.15
Ügyfél címe / Address: [REDACTED]	Statisztikai státusz / Statistical status: H
Számlaszám / Account Number: 4621810001	Deviza törvény szerinti státusz / Status by Foreign Exchange Law: K
Egyéb rendelkezési megnevezés / Other identification (if any) / Other remarks	Országkód / Country code: 363
Árnyékosított számla típusa / Number / Type of identification document: 001893605	Gazdasági szektor / Economic Sector: vállalkozás

Valutacím / Currency: DEN	Díjazás / Amount: 600.000,- EUR	Ártízyam / Rate of exchange: 122,7106 240,0000	Ellenérték /összesen / Counter value / Total Amount: 600.000,00 306.735,00
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Fizetendő díj / Commission charged by the Bank

Valutacím / Currency:	Díjazás / Amount:
-----------------------	-------------------

Ügyfél aláírása / Bank's Signature: [Signature]

Fizetés jogcíme / Purpose code of payment: 9111 YU NEM REZIDENSGEL KÖTÖTT SPOT KONVERZIÓK
 9112 YU NEM REZIDENSGEL KÖTÖTT SPOT KONVERZIÓK

Ügyfél aláírása / Signature: [Signature]

Részletes tájékoztatásért a háttéroldalra!
 Kérem, hogy a fentiek mindenben meggyezzenek a hatályos magyar jogszabályokkal. A fenti összeg átadom, ill. átvettem. / We declare that in accordance with the Hungarian rules I delivered/received the amount.

2002.02.15 1057A0037 EFB SZGD EUR 04621810001
 Köttség : EUR 600.000,00+
 0,00

Pénztár példánya / Cashier's copy [] Bank of HVB

HypoVereinsbank

Dátum/Datum: 27SEP01
 Azonosító/Referenz: 00009
 SGB

FÉNZTÁRI TRANZAKCIÓ A SZÁMLÁVAL EGYEZŐ VALUTANEMBEN
KASSENTRANSAKTION IN KONTO-WÄHRUNG

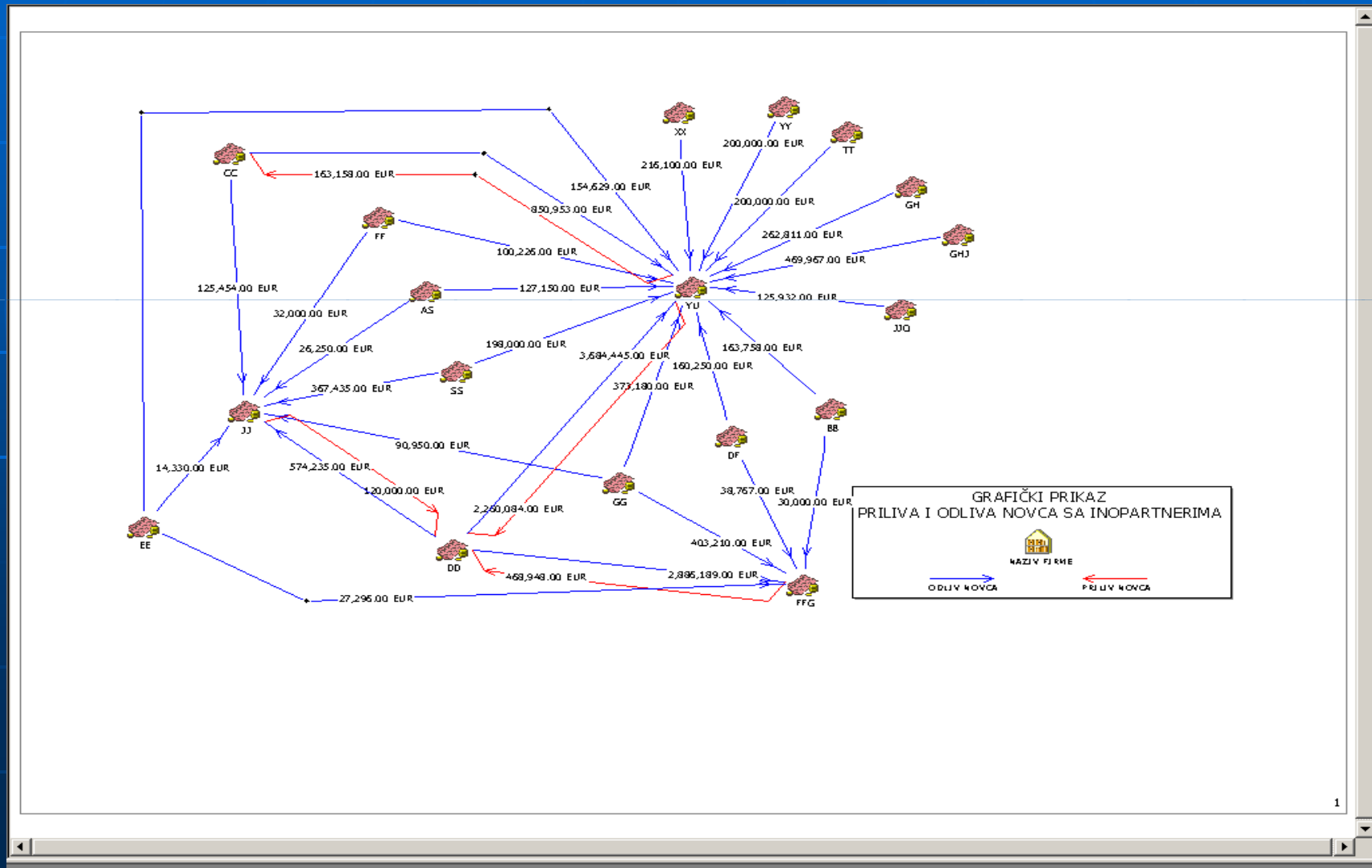
6207010701 [REDACTED] ZORAN

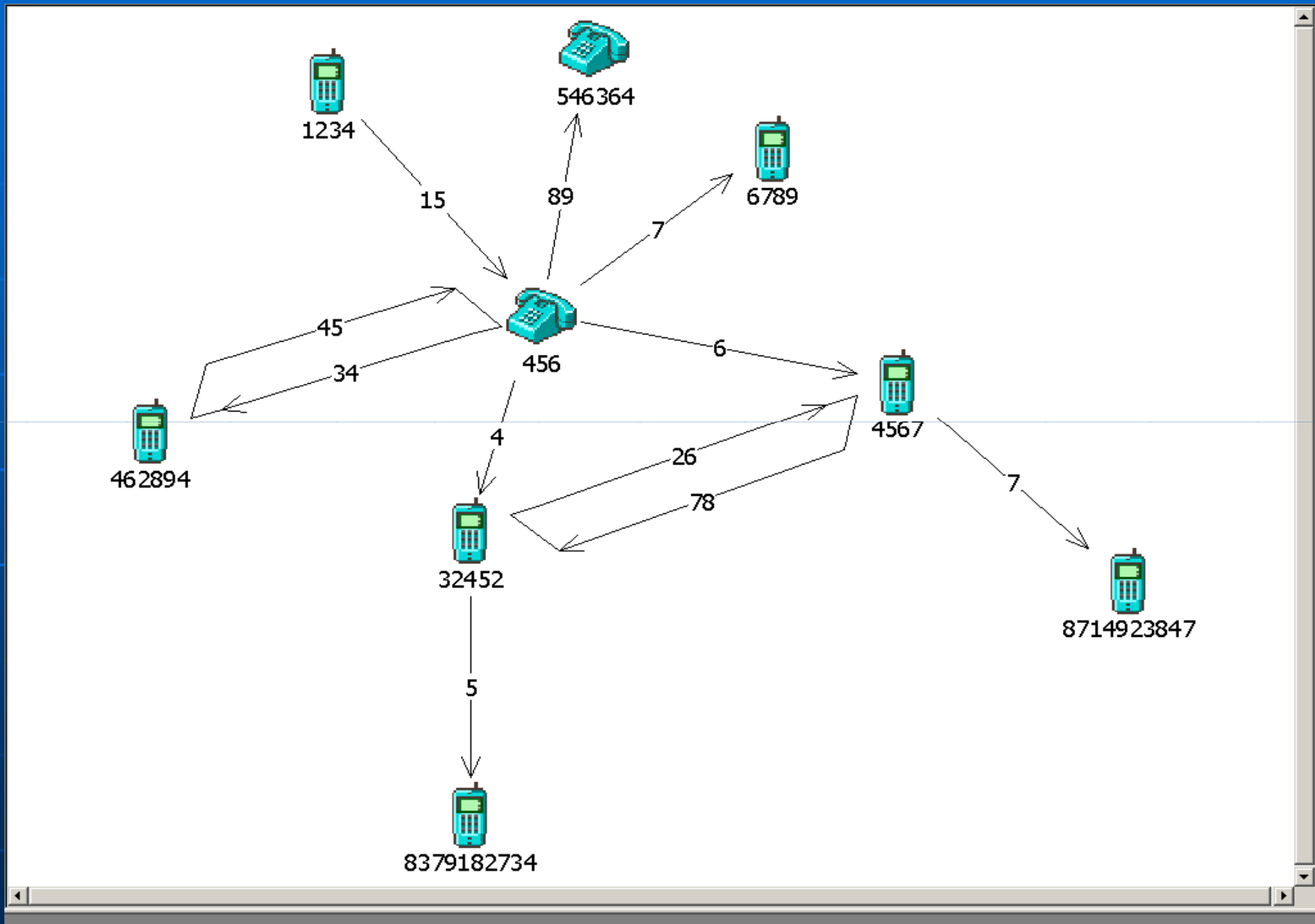
Készpénz befizetés DEM 450.000,00

Jövőkérés Összesen
 Gesamtbetrag Gutschrift DEM 450.000,00

Fizetáros/Kassierer: [Signature] Ügyfél/Kunde: [Signature]

Operational analysis





EXPERIENCES SO FAR...

- Time when FI is initiated
- Significant property VS assets benefit
- Content of the request for FI
- Daily communication between Prosecutor and Police
- Priorities of FI
- Law and law enforcement
- Databases
- Education



*Thank you for your
attention!*