



SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN
INSURANCE DIVISION

Karachi, July 5, 2010

Circular No. 14/2010

**United Nations 1267 Committee's Consolidated List of Individuals and Entities
regarding Freezing of Funds and Other Resources**

This Circular aims to prevent criminal misuse of the insurance industry by the money launderers for the purposes of money laundering and terrorist financing. It also sets out the Securities and Exchange Commission of Pakistan's ("Commission") expectation of the internal policies and procedures of authorized insurers, reinsurers, insurance agents and insurance brokers carrying on or advising on long term business (hereinafter referred to as "insurance institutions") to safeguard against money laundering and terrorist financing.

2. This is in continuation of Circular Ref.No.38/2009 whereby all insurance institutions are required to comply with the requirement of freezing of funds and deny business to such listed individuals, groups, undertakings and entities as means to support terrorism. This entails that no funds, financial assets and economic resources, wherein of any kind, are available to such individuals and entities, as long as they remain subject to the sanction measures.

3. The Ministry of Foreign Affairs, Government of Pakistan has forwarded the Commission, a copy of the updated Gazette of Pakistan Statutory Notification S.R.O.No.585(I)/2010 dated 28 June, 2010 (attached) advising the implementation of the sanction measures (funds freeze) in its jurisdiction against the individuals and entities placed on the UN Security Council, Al-Qaida and Taliban Sanctions Committee Consolidated List. The Consolidated List of such individuals and entities is regularly maintained, updated and is readily available at the internet by accessing the URL <http://www.un.org/sc/committees/1267/consolist.shtml>

4. Whereas, all insurance institutions are required to regularly check the Consolidated List of such individuals and entities, while ensuring no business relationship is established with them. Moreover that, if an existing business relationship is found to be on the Consolidated list, the insurance institutions are required to freeze their funds, financial assets and economic resources to the maximum extent possible. Whereas, the insurance institutions are required to release the funds, financial assets and economic resources of the individuals and entities whose names are deleted/ removed from the Consolidated List.

5. The insurance institutions are also required to report to the Commission the compliance of the above mentioning the details of funds, financial assets and economic resources frozen by them, albeit nil, within 15 days of the date of this Circular. Thereby, the insurance institutions are also required to report to the Commission the details of such funds, financial assets and economic resources frozen by them on a quarterly basis. The information on funds, financial assets and economic resources frozen under the UN 1267 resolution for each quarter of the year should reach the Commission no later than the first week of the next quarter of the year.

6. The compliance of this Circular will be verified by the Commission through onsite as well as offsite inspection of the insurance institutions. The non-compliance of this Circular will result in penalties imposed under the relevant provisions of the law and may reflect adversely on the sound and prudent management of the insurance institutions and their Board of Directors. The Commission may take any appropriate interventionary actions empowered by the Insurance Ordinance, 2000 or other administrative sanctions if an insurance institution does not comply with this Circular.

7. All insurance institutions are requested to note the above for compliance.



Tariq Hussain
Director

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The Gazette



of Pakistan

EXTRAORDINARY
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ISLAMABAD, Monday, June 28, 2010

PART II

Statutory Notifications (S.R.O.)

GOVERNMENT OF PAKISTAN

MINISTRY OF FOREIGN AFFAIRS

ORDER

Islamabad, the June 28, 2010

S.R.O.585/(I)/2010. – WHEREAS the United Nations Security Council vide its Resolutions Nos. 1267(1999), 1333 (2000), 1373 (2001), 1390 (2002), 1455 (2003), 1526 (2004), 1617 (2005), 1735 (2006) and 1822 (2008) 1904 (2009) has directed to apply travel restrictions, arms embargo and to freeze the funds and other financial resources of certain individuals and entities;

AND WHEREAS the United Nations (Security Council) Act, 1948 (XIV of 1948) enjoins upon the Federal Government to apply certain measures for giving effect to the decisions of the United Nations Security Council;

NOW, THEREFORE, in exercise of the powers conferred by section 2 of the United Nations (Security Council) Act, 1948 (XIV of 1948), and in updating of its Notification No. S.R.O.No.491(I)/2010 dated June 7, 2010, the Federal Government is pleased to order that the individuals and entities listed in the Annexure to this order reflecting the updates made by the Al Qaida and Taliban Sanctions Committee of the United Nations Security Council in addition to the earlier notifications, shall stand subjected to the travel restrictions and arms embargo in accordance with the aforesaid Resolutions and their bank accounts, funds and financial resources, including but not limited to those used for the provision of internet hosting or related services, used for

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support of Al-Qaida and the Taliban and other individuals, groups, undertakings and entities associated with them shall stand frozen with effect from the date of implementation of instructions issued by the State Bank of Pakistan or any other Federal or Provincial Authority duly authorized in this regard under the law for the time being in force.

Annexure

On 25 June 2010, the Committee approved the deletion of the entry specified below from its Consolidated List. The Committee approved this de-listing following its review of the name, as called for in paragraph 25 of Security Council resolution 1822 (2008). The assets freeze, travel ban and arms embargo set out in paragraph 1 of Security Council resolution 1904 (2009) adopted under Chapter VII of the Charter of the United Nations accordingly no longer apply to this entry.

Removed from Al-Qaida entities Section D

QE.A.63.01. Name: ASAT TRUST REG.

A.k.a.: na F.k.a.: na Address: Altenbach 8, 9490 Vaduz FI, Liechtenstein Listed on: 9 Nov. 2001 Other information: na

Ministry of Foreign Affairs