

QUARTERLY NEWSLETTER SUPPLY CHAIN SECURITY ADVISOR

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Trade Based Money Laundering and Terrorist Financing

As a certified C-TPAT company, we are committed to educating all our Business Partners on critical supply chain security issues and practices.

REPORT:

In case of any security incidents, involving your cargo, immediately report to the appropriate law enforcement agency.

Please contact us for assistance in reporting an anomaly to CBP.

CONTACT:

For questions or comments on any supply chain security issues, please contact:

hgracia@rljones.com
760-357-3177

SHARE:

We strongly recommend you forward and share this information to all your vendors, carriers, freight forwarders, and third party logistics providers involved in the supply chain.

JOIN:

We encourage all business partners and other eligible companies to join C-TPAT or your country's supply chain security program. For further information on C-TPAT, please click [HERE](#).

We recommend all CTPAT Members to have a written, risk-based process for screening new business partners and for monitoring current partners. It is important to check the financial soundness of a business and if there is any activity related to money laundering and terrorist funding and be able to know how to deal with these activities.



CTPAT members should use the following **warning Indicators** to screen potential business partners or monitor current business partners and transactions:

Business Partners Warning Indicators:

Unjustified Transaction Structure, Deviation from Normal Trade Activities, Suspicious Addresses, Discrepancies Waiving, High Fee Acceptance and Unclear

Transaction Warning Indicators:

Information Concealment, Unreasonably High Percentage, Inconsistent Good Movement, Inconsistent Payment Method, Unclear Shipping Mode, Round Dollar Transactions, Multiple Intermediaries and Inconsistent Tenor.

Documentation Warning Indicators:

Letter of Credit Inconsistencies, Excessively Amended Terms, Non-Standard Language, Unauthorized Document Changes, Refusal of Documents, Coded/ Disguised Goods, Letter of Credit Requests, Lack of Transport Documents, Undocumented Cargo, Unclear Charges, Documentary Credit, Over Shipped Goods Inconsistent Dating, Resubmitted Rejected Documents, Inconsistent Naming, Trade-Related Claims, and Inconsistent and Modified documentation.

Vulnerable Goods Warning Indicator:

High Risk Goods



It is important to remember that no one activity by itself is a clear indication of Trade Based Money Laundering or Terrorist Financing activity, a single indicator must be combined with other indicators.