



सत्यमेव जयते

Government of India



आजादी का  
अमृत महोत्सव

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20.04.2023

To  
The Secretary,  
IBJA (Indian Bullion & Jewellery Association)  
Indian Bullions And Jewellery Association IBJA House,  
1st Floor, 2nd Agyari Lane,  
Zaveri Bazar,  
Mumbai – 400003.

Dear Sir,

Subject: Data for demonstration of Effectiveness regarding targeted financial sanctions related to Terror Financing. -reg.

India is obligated to impose sanctions on persons and entities sanctioned by the committee formed under United Nations Security Council Resolution 1267/1988. The requirement for imposing sanctions without delay places onus on every natural and legal person to freeze every and any asset belonging to, or held directly, indirectly or on behalf of the designated person, without delay.

Since there is a fair chance of sanctioned individuals and entities entering into transactions with Dealers in Precious Metals and Stones (DPMS), DPMS have one of the most important roles to play in the imposition of sanctions on the designated persons or entities. Also, considering the fact that the assessors may hold face-to-face interviews with some DPMS to ascertain the compliance and effectiveness of the Targeted Financial Sanctions regime in India, the top DPMS are required to furnish detailed information about the methods and procedures supported by data and case studies.

In this regard you are kindly requested to furnish the following information in as much detail as possible:

**1. Designation Process followed:** The DPMS are requested to provide a detailed note on the process followed for sanctions screening, specifically answering the following questions:

a. Details and explanation of the process to check if the customers are sanctioned as terrorist individuals or entities by the UN Security Council or MHA.

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b. Details of the process through which the designation is informed to the DPMS and the standard operating procedure to do sanctions screening consequently, if any.

c. The timelines and communication channel through which the information from the Regulator/ Gems and Jewellery Association is conveyed to the DPMS.

**2. Data regarding name screening and freezing assets/preventing transactions of designated entities or individuals.** The DPMS are requested to provide the data regarding number of persons or entities screened and found matching with the designations under UNSCR 1267/1988 and/or UAPA in the following format for the past 3 financial years/ from issuance of the Regulator Guidelines. In case there is a matching mechanism for Court or Law Enforcement Agency (LEA) orders (related to Terror Financing) only then the information sought in table 3 should be provided.

**Table 1. UNSCR**

Year	No. of matchings done against UNSCR 1267/1988 list	True Positives (Beyond doubt)	Positives (Not beyond reasonable doubt)	False Positives	Negatives	Assets Frozen	Transactions prevented
FY 2020-21							
FY 2021-22							
FY 2022-23							
FY 2023-24							

**Table 2. UAPA**

Year	No. of matchings done against UNSCR 1267/1988 list	True Positives (Beyond doubt)	Positives (Not beyond reasonable doubt)	False Positives	Negatives	Assets Frozen	Transactions prevented
FY 2020-21							
FY 2021-22							

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FY 2022- 23							
FY 2023- 24							

**Table 3. LEA Orders**

Year	No. of matchings done against UNSCR 1267/1988 list	True Positives (Beyond doubt)	Positives (Not beyond reasonable doubt)	False Positives	Negatives	Assets Frozen	Transactions prevented
FY 2020- 21							
FY 2021- 22							
FY 2022- 23							
FY 2023- 24							

The DPMS are also requested to provide 5 case studies each of designations under the UNSCR1267/1988 and UAPA in the last three years giving the following information in detail:

a. The Nature of hit received on the concerned person or entity in the DPMS customer database and the course of action taken by the DPMS. Specifically, the following scenarios shall be clearly spelt out:

i. In case of a Positive match beyond doubt, was the transaction prevented under intimation to the Central Nodal Officer in the Ministry of Home Affairs?

ii. In case of a probable positive match was there an intimation and/or reporting to the Central Nodal Officer in the Ministry of Home Affairs

iii. In case of a False Positive what was the reasoning or logic behind marking the match as a false positive and the future course of action on it.

iv. In case no match was found with the designated person or entity (negative) the screenshot from the software used for searching indicating that no match was found must be given

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- v. Specific details of the STR filed in the case, if any

It is requested that the afore-mentioned data may be provided within a week, possibly.

Yours sincerely,



Encls: as above

(Dr. Amandeep Singh)  
Additional Director General