

**GOVERNMENT OF PAKISTAN
MINISTRY OF COMMUNICATIONS
PAKISTAN POST (AML & CFT) SUPERVISORY BOARD

No. 9-2/2018-P.O-I

Islamabad, the dated 28th January, 2021

NOTIFICATION

SUBJECT:- AMENDMENTS IN THE PAKISTAN POST (AML & CFT) REGULATIONS, 2020

In pursuance of Section 6A of the Anti-Money Laundering Act, 2010 (VII of 2010) which provides powers to the Supervisory Board to issue regulations, directions and guidelines with respect to sections 7A to 7H of the AML Act, 2010, the Supervisory Board has approved following amendments in the AML / CFT Regulations, 2020:-

Regulation-2

A new clause (ba) as per following text may be inserted after clause (b) of subsection (1):

- (ba) "beneficiary" for the purposes of these regulation shall include-
- (i) a natural or legal person or arrangement who are entitled to the benefit of any trust arrangement.
 - (ii) in the context of life insurance or takaful, life-contingent annuity contracts or another investment linked insurance or takaful policy, is a natural or legal person, or a legal arrangement, or category of persons, who will be paid the policy proceeds when or if an event occurs, which is covered by the policy;

Regulation-4

A Proviso to the clause (a) of subsection (1) may be added as per following text:

"Provided that for the purposes of clause (b) of subsection (1) of section 7A of the AML Act, Pakistan Post shall conduct CDD of every occasional customer."

A new subsection (8A) may be inserted as per following text after subsection (8):

(8A) For life insurance business, Pakistan Post shall:

- (a) At the time at which the beneficiary of the life insurance policy or takaful is identified or designated:
 - (i) if the beneficiary is a specifically named natural person, legal person or legal arrangement, obtain the full name of the beneficiary;

(P.T.O)

(ii) if the beneficiary is designated by characteristics, class or other means and is known to the Pakistan Post, obtain sufficient information concerning the beneficiary to satisfy itself that it will be able to establish the identity of the beneficiary at the time of payout.

(b) for both the above cases, verify the identity of the beneficiary at the time of payout.

A new subsection (17A) may be inserted as per following text after subsection (17):

(17A) Pakistan Post shall include the beneficiary of a life insurance policy as a relevant risk factor in determining whether EDD measures are applicable under subsection (16). Where Pakistan Post determines that a beneficiary who is a legal person or a legal arrangement presents a higher risk, it shall take EDD measures and take reasonable measures to identify and verify the identity of a beneficial owners of the beneficiary of a life insurance policy or takaful at the time of payout.



(Ata Hussain Shah)
Dy. Secretary (PO) /
Secretary of Supervisory Board
Ph: 051-9204237

Copy to Supervisory Board members:-

- i). Mr. Mohammad Salman, Sr. Joint Secretary, Ministry of Communications, Islamabad.
- ii). Khawaja Adnan Zahir, D.G National FATF Secretariat, Block-"C", Pak Secretariat, Islamabad.
- iii). Mr. Hasnat Ahmad, Director, Securities & Exchange Commission of Pakistan (SECP), Isld.
- iv). Mr. Abdul Wahid, Director, Financial Monitoring Unit (FMU), Karachi.
- v). Mr. Fazal Mahmood, Director Banking Inspection Department-I, State Bank of Pakistan, Karachi.

Copy for information to:-

- a. PS to the Federal Minister, Ministry of Communications, Islamabad.
- b. Sr. PS to the Secretary, Ministry of Communications, Islamabad.
- c. PS to the Sr. Joint Secretary (Postal), Ministry of Communications, Islamabad.
- d. The Director General, Pakistan Post, Dte. General, Pakistan Post, Islamabad.