

Table of Contents

Preface	ix
Table of Cases	xiii
1. Introduction	
Introduction	1
The Agenda of this Work	8
What is Money Laundering?	11
The Process	17
Money Laundering in Context	23
2. The Politics of Money Laundering	
Introduction	39
Aspect 1: Capital Flight, The Debt Crisis, and Money Laundering	40
Aspect 2: Trade Restrictions, Embargoes, and the "Public Interest"	51
Aspect 3: Corruption and Institutionalised Money Laundering	61
3. The Economics of Money Laundering	
Introduction	69
The Underground Economy and the Money Laundering Link	71
Model 1: Why Does Money Laundering Occur?	78
Model 2: Government Policies and Money Laundering	84
Model 3: International Trade in Money Laundering Services	91
4. The Jurisprudence of Money Laundering	
Introduction	97
A Principled Approach in Context	99
The Jurisprudence of Money Laundering	103
White-Collar Crime: The Concept	109
White-Collar Crime: Corporations and Criminal Jurisprudence	114
5. European Law	
Introduction	123
The European Community Directive for the Prevention of the Use of the Financial System to Launder Suspect Funds 1991	125
The Council of Europe Convention on Laundering, Search, Seizure, and Confiscation of the Proceeds from Crime 1990	142
6. American Law	
Introduction	168
The Current Framework	170
The Bank Secrecy Act 1970	180
The Money Laundering Control Act 1986	192
Part 1: The Problem of Merger	195
Part 2: Section 1956(a)(1)	196
Part 3: Section 1956(a)(2)	203
Part 4: Section 1956(a)(3)	206

Part 5: Section 1957	207
The Racketeering Influenced and Corrupt Organisations Act 1970	209
7. Soft Law and Offshore Financial Centres	
Introduction	223
Offshore Financial Centres	225
Financial Action Task Force and Money Laundering	233
Organisation for Economic Co-operation and Development and Harmful Tax Practices	247
The Financial Stability Forum and Global Economic Stability	257
The Wolfsberg Anti-Money Laundering Principles	262
8. Financial Institutions and Money Laundering	
Introduction	283
Financial Secrecy in Context	284
Civil Money Laundering Liability	290
Compliance Programmes and Strategies to Control Money Laundering	312
9. Government Regulation and Money Laundering	
Introduction	321
The Regulatory Rationale	323
The Regulatory Challenge	332
A Study in International Co-operation: The 1988 Basel Accord	342
Through the Nation-State: Objectives to Policies	347
10. Law Enforcement and Money Laundering	
Introduction	358
Problem 1: Jurisdiction	359
Problem 2: Conducting the Investigation	364
Problem 3: Law Enforcement Resources	372
Problem 4: Law Enforcement in Developing Countries	376
Problem 5: Law Enforcement Agencies and Financial Institutions	381
11. Conclusion	387
12. Terrorism and Money Laundering	
Introduction	402
The American Response – The Patriot Act	417
Obligations Imposed on Financial Institutions	438
The International Response	449
Conclusion	467
Bibliography	471
Index	487