

Session I: Risk and Proportionality

Risk and Proportionality

- Scope
 - Financial Action Task Force (FATF)
Recommendation 8
 - Definition of NPO in FATF Interpretive Note
- A risk for which prevention is paramount
 - Risk assessment
 - Understand the sector
 - Understanding the risk

Challenges in Assessing Risk

- Body of cases and research
- Sharing national security information publically
- Disruption techniques using other means
- Multiple regulators
- Lack of assessment tools
- Capacity

Terrorist Abuse of the NPO Sector

- Raising and moving funds
- Providing logistical support
- Encouragement of terrorist recruitment
- Other forums of support to terrorist organizations and operations

Areas of Risk

- Financial risks
- Material risks
- Risks to operations
- Risks to personnel

Goal

- Striking an appropriate balance of mitigating risk while promoting and ensuring ongoing legitimate activity