

Abstract of the Article
"Role of Banking Institutions in Control of Activities
of Conversion Centres"
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The effective risk management is one of the most important problems in activities of any commercial banks and banking system on the whole. It concerns to the risk of involving a bank in money laundering with the help of conversion centres because, in spite of considerable efforts directed against the legalization of "dirty" cash, there hasn't been established the effective control system against all these negative facts in the world yet.

The problem covered in this article concerning the involvement of banks in the process of illegal conversion of money into cash and methods which counteract this negative fact is a basis for preservation of bank reputation. The topicality of this work is confirmed by the complication of conversion schemes and constant opening of conversion centres by the law enforcing bodies.

The regulatory and legal framework of control against criminal income legalization through conversion operations; the disposition of standard acts which regulate these issues are considered there. It is defined the aim of conversion operations accomplishment and how it is achieved by criminals. The main features which describe conversion centres and the necessity of studying the illegal schemes of conversion of money into cash are presented. The author came to the conclusion that the most widespread way of conversion is involvement of banking institutions.

It is proved that it's necessary to study the influence of conversion centres on the activity of not only banking institutions but the economic system on the whole.

There are made suggestions as to the detection of conversion schemes through the calculation of indices provided by statistic records; the conducting of field checks of clients' activities and the implementation of currency control.