

RECOMMENDATIONS TO THE EAG MEMBER STATES ON THE RESULTS OF CONSULTATIONS WITH THE PRIVATE SECTOR OF KAZAKHSTAN AND RUSSIA

31 MAY, 2010

1. **To the financial institutions and other reporting entities:** in the context of creation of the Single economic space with participation of Kazakhstan and Russia it is recommended to monitor closely transborder payments and conduct due diligence regarding those customers involved in the international trade operations.
2. **To the financial institutions and other reporting entities:** in order to ensure transparency of monetary transactions and those with securities and other propriety it is recommended to monitor closely transactions with offshore jurisdictions and the jurisdictions under the FATF monitoring.
3. **To the supervisory bodies:** in the context of spread of new technologies and payment methods including those which do not demand customer's presence – it is recommended to pay attention to e-money payments and other alternative non-banking payments (including payments through terminals). In this regard it is recommended to consider enhancing state regulation of e-payments in compliance with international standards.
4. **To the supervisory bodies:** in the context of spread of non-banking financial services in terms of short-term loans and crediting it is recommended to enhance government regulation and supervision in these areas.