



MEMBER REGULATION



# notice

ATTENTION:  
Ultimate Designated Persons  
Chief Financial Officers  
Panel Auditors

Please distribute internally to:  
Operations  
Institutional

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**MR0458**

March 9, 2007

## **Regulations Implementing the United Nations Resolution on Iran (RIUNRI)**

### ***New Searching, Monitoring and Reporting Obligations***

On February 22, 2007, the Governor in Council enacted the *Regulations Implementing the United Nations Resolution on Iran* (RIUNRI), P.C. 2007-235, SOR/2007-44. The RIUNRI implement, among other things, a requirement for anyone in Canada, including Canadian financial institutions, to freeze any property in their possession or control belonging to a person designated as subject to the asset freeze. In addition, sections 5 and 6 of the RIUNRI contain prohibitions with respect to certain transactions related to the products set out in section 3.

The RIUNRI were published in the *Canada Gazette* on March 7, 2007. Please note that the annex to United Nations Security Council Resolution 1737 (2006) includes a list of designated entities. Following is a link to the UNSC resolution and the relevant annex:

[http://www.un.org/Docs/sc/unscl\\_resolutions06.htm](http://www.un.org/Docs/sc/unscl_resolutions06.htm)

Among other things, the RIUNRI impose similar prohibitions, searching obligations and monthly reporting requirements on financial institutions with respect to designated persons, as are contained in the *Regulations Establishing a List of Entities* made under subsection 83.05(1) of the *Criminal Code*, the *Regulations Implementing the United Nations Resolutions on the Suppression of Terrorism* (RIUNRST) and the *United Nations Al-Qaida and Taliban Regulations* (UNAQTR).

### ***Implementation of Searching, Monitoring and Reporting Obligations Designated Persons***

The Office of the Superintendent of Financial Institutions is in the process of developing the formats for the various lists of names of designated individuals and entities for posting on its Web site. These lists will include searchable databases in the same format and in the same manner as the postings of Listed Persons under other *United Nations Act/Criminal Code* regulations. The IDA will provide these databases to Members when they have been posted by OSFI and will provide updates to Members as they occur.

In the meantime, Members' searches should be conducted using the attached list of designated entities contained in United Nations Security Council Resolution 1737 (2006)

#### ***Searching and Monitoring***

Members must implement the necessary measures to search for the names of individuals or entities designated under the RIUNRI.

Members are reminded that the obligation to search for designated names is a continuing one and may not be limited to the monthly reporting obligation. For example, at a minimum Members should be able to search their records for designated names at least on a weekly basis, and preferably should have systems to identify designated names currently in or as they are entered into electronic account records.

#### ***Disclosure to Law Enforcement***

If Members have property in their possession or control that they have reason to believe is owned or controlled by persons covered by the RIUNRI, or they have information about a transaction or proposed transaction in respect of property covered by the RIUNRI, they are required to report such information to both the RCMP and CSIS immediately. Information may be provided to these organizations as follows:

**RCMP Anti-terrorist Financing Group**  
**Unclassified fax: 613-993-9474**

**CSIS Financing Unit**  
**Unclassified fax: 613-231-0266**

#### ***Reporting to the IDA***

The IDA intends to create new reporting forms for Members to use in complying with their monthly reporting obligations. These forms will be similar to those already in use for other reporting under the *United Nations Act/Criminal Code* regulations. These forms will be e-mailed to Member contacts for reporting under

the *United Nations Act/Criminal Code* regulations and will be posted on our Web site.

**Members are expected to file their first reports with OSFI no later than March 15, 2007.** Subsequent reports are to be provided no later than on the 15<sup>th</sup> day of each month thereafter (the same timeline as for reporting under other regulations).

If you need any clarification or have questions on any of the matters outlined in this letter, please e-mail [sgibson@ida.ca](mailto:sgibson@ida.ca) or contact the Sales Compliance Manager responsible for your firm.

**A. Entities involved in the nuclear programme:**

Atomic Energy Organisation of Iran  
 Mesbah Energy Company  
 Kala-Electric  
 Kalaye Electric  
 Pars Trash Company  
 Faravand Technique  
 Defence Industries Organisation  
 7<sup>th</sup> of Tir

**B. Entities Involved in the ballistic missile programme:**

Shahid Hemmat Industrial Group (SHIG)  
 Shahid Bagheri Industrial Group (SBIG)  
 Fajr Industrial Group

**C. Persons Involved in the nuclear programme:**

<b>Last Name</b>	<b>First Name</b>	<b>Position</b>
Oannadi	Mohammad	AEOI Vice President for Research & Development
Asgarpour	Behman	Operational Manager
Agha-Jani	Dawood	Head of the PFEP
Monajemi	Ehsan	Construction Project Manager
Mohammadi	Jafar	Technical Advisor to the AEOI
Leilabadi	Ali Hajinia	