

Before Amir M. Khan Afridi, Director/HOD (Adjudication-I)

**In the matter of Show Cause Notice issued to Century Insurance Company Limited**

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Dates of Hearing

May 12, 2022

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**Order-Redacted Version**

Order dated July 06, 2022 was passed by Director/Head of Department (Adjudication-I) in the matter of Century Insurance Company Limited. Relevant details are given as hereunder:

Nature	Details
1. Date of Action	Show cause notice dated April 06, 2022.
2. Name of Respondent	Century Insurance Company Limited (the Company and/ or the Respondent).
3. Nature of Offence	<u>Alleged contraventions of regulations 27(2)(c)(ii), 23(2) and 10; Note (vii) of Annexure-I of the Securities and Exchange Commission of Pakistan Anti Money Laundering and countering of Financing Terrorism) Regulations, 2020 (the AML Regulations) read with regulation 31 thereof and Section 6(A)(2)(h) of the Anti-Money Laundering Act, 2010 (the AML Act) and rules 4(1) and 3(2) of the AML/CFT Sanctions Rules, 2020 (the AML Rules).</u>
4. Action Taken	<p>Key findings were reported in the following manner:</p> <p>I have reviewed the facts of the case and considered the written as well as verbal submissions and arguments of the Respondent Company and its representative, in light of the applicable provisions of the law and observed that by not having updated AML/ CFT Policy w.r.t. the AML Regulations before February 28, 2020, the Company was in violation of regulation 27(2)(c)(ii) of the AML Regulations. The Company did not obtain the Board's resolution authorizing the person(s) to open and operate the account on behalf of its identified fifteen (15) customers (legal persons); CNICs of the authorised person(s), and details thereof (Including verification of identity and authority), which constitutes violation of regulation 10 of the AML Regulations read with Note (vii) of Annexure thereof. Therefore, I, in exercise of the powers conferred under Section 6(A)(2)(h) of the AML Act hereby, impose penalty of Rs. 192,000/- (Rupees one hundred ninety-two thousand only) on the Respondent Company. The Respondent Company is also warned to ensure compliance with</p>

	all the applicable regulatory requirements including the Laws in letter and spirit in future.
5. Penalty Imposed	Rs. 192,000/-
6. Current Status of Order	Penalty deposited and No Appeal has been filed by the respondent.