

Before Ali Azeem Ikram, Executive Director/HOD (Adjudication-I)

In the matter of Show Cause Notice issued to Zillion Capital Securities Private Limited

Date of Hearing	December 22, 2020
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Order-Redacted Version

Order dated December 23, 2020 was passed by Executive Director/Head of Department (Adjudication-I) in the matter of Zillion Capital Securities Private Limited. Relevant details are given as hereunder:

Nature	Details
<ul style="list-style-type: none">• Date of Action	Show Cause notice dated June 26, 2020.
<ul style="list-style-type: none">• Name of Company	Zillion Capital Securities Private Limited.
<ul style="list-style-type: none">• Name of Individual	The proceedings were initiated against the Company i.e. Zillion Capital Securities Private Limited.
<ul style="list-style-type: none">• Nature of Offence	Proceedings under Section 40A of the Securities and Exchange Commission of Pakistan Act, 1997.
<ul style="list-style-type: none">• Action Taken	<p>Key findings of default of Regulations were reported in the following manner:</p> <p>I have carefully examined the facts of the case in light of the applicable provisions of the law and have given due consideration to the written as well as verbal submissions and arguments of the Respondents.</p> <p>I am of the view that verification through NADRA Verisys system was mandatory through promulgation of AML/CFT Regulation, 2018 and the Respondent alternate verification protocol adopted by the Respondent is neither prescribed nor does it suffice the requirement of the regulatory framework. However, I appreciate and acknowledge the effort of the Respondent and the fact the NADRA Verisys has subsequently been acquired and the requisite verifications have been completed. However, it remains that the Respondent was in violation of Regulation 6(4) of AML/CFT Regulations 2018 at the time of the inspection was initiated. Inordinate delay in complying with statutory requirements of AML/CFT Regulations has made the Respondent liable to penalty as provided in section 40(A)". Based on the aforesaid, I hereby impose a penalty of Rs.50, 000 (Rupees fifty thousand only) on the Respondent.</p> <p>Penalty Order dated December 23, 2020 was passed by Executive Director (Adjudication-I).</p>
<ul style="list-style-type: none">• Penalty Imposed	Penalty of 50,000/- (<u>Rupees Fifty Thousand only</u>) was imposed.
<ul style="list-style-type: none">• Current Status of Order	No appeal has been filed against the Order.

Redacted version issued for placement on the website of the Commission.