

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

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

Dates of Hearing

June 28, 2021

Order-Redacted Version

Order dated August 05, 2021 was passed by Director/Head of Department (Adjudication-I) in the matter of Trafco Insurance Company Limited. Relevant details are given as hereunder:

Nature	Details
1. Date of Action	Show cause notice dated May 24, 2021.
2. Name of Company	Trafco Insurance Company Limited (the Company and/ or the Respondent)
3. Name of Individual*	The proceedings were initiated against the Company.
4. Nature of Offence	Alleged contraventions of <u>Section 6(A)(2)(h) of the Anti-Money Laundering Act, 2010 (AML Act) read with Rule 4(1) of the AML/CFT Sanctions Rules, 2020(The Rules) and Regulation 31 of the Securities and Exchange Commission of Pakistan (Anti Money Laundering and Countering Financing of Terrorism) Regulations, 2020(The Regulations).</u>
5. Action Taken	<p>Key findings 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 verbal submissions and arguments of the Respondent Company, its Representative and observed that the Company has failed to comply with the mandatory requirements of regulations 5(a), 8, 9, 21, 25, 9(b) of the Regulations read with Annexure I and regulations 27(1)(d), 8(3), 27(1)(a) and 27(2) thereof. The Respondent's failure to comply with aforesaid provisions of law attracts applicability of the penal provisions of regulation 31 of the AML Regulations; rule 4(1) of the Rules; and Section 6(A)(2)(h) of the AML Act.</p> <p>In exercise of the powers conferred on me under Section 6(A)(2)(h) of the AML Act 2010, I hereby impose a fine of Rs. 175,000/- (Rupees one hundred and seventy-five thousand only) on the Company on account of the aforesaid established defaults.</p>
6. Penalty Imposed	Rs. 175,000/-
7. Current Status of Order	No Appeal has been filed by the respondents.