

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

In the matter of Show Cause Notice issued to M/s. TS Securities (Pvt) Limited

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Date of Hearing

June 22, 2020

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**Order-Redacted Version**

Order dated July 07, 2020 was passed by Executive Director/Head of Department (Adjudication-I) in the matter of TS Securities (Pvt) Limited. Relevant details are given as hereunder:

<b>Nature</b>	<b>Details</b>
1. Date of Action	Show cause notice dated March 27, 2020
2. Name of Company	TS Securities (Pvt) Limited
3. Name of Individual*	The proceedings were initiated against the Company i.e. TS Securities (Pvt) Limited and its Compliance Officer.
4. Nature of Offence	Proceedings under Section 40A of SECP Act, 1997 for the violations of Regulation 4(a) and 18(c)(iii) of the AML and CFT Regulations, 2018
5. Action Taken	<p>Key findings of default of Regulations were reported in the following manner:</p> <p>I have examined the written as well as oral submissions of the Respondent and its Authorized Representatives. In this regard, I observe that</p> <ol style="list-style-type: none"><li>i. Respondent vide its email dated April 15, 2020 submitted updated AML/CFT policy (approved by its board of directors on November 7, 2019) to Review team. The violation of Regulation 4(a) of the AML Regulations is evident as the Authorized Representative of the Respondent in hearing also admitted that the deficiencies in its AML/CFT policies were removed only after identification in Review.</li></ol>



**Securities and Exchange Commission of Pakistan**  
**Adjudication Division**  
**Adjudication Department-I**

	<p>ii. The default of Regulation 18 c(iii) cannot be denied in view of facts mentioned above. Further Authorized Representatives of the Respondent also acknowledged the said violation during the hearing.</p> <p>In view of the foregoing and admission made by the Representatives, contraventions of the provisions of AML Regulations have been established. Therefore, in terms of powers conferred under section 40A of the Act, a penalty of Rs. 200,000/- (Rupees two hundred thousand only) is hereby imposed on the TS Securities (Pvt.) Limited on contravention of AML Regulations. The TS Securities (Pvt.) Limited is advised to examine its AML/CFT policy &amp; procedures to ensure that the requirements contained in the AML Regulations are met in letter and spirit.</p> <p>Penalty order dated July 07, 2020 was passed by Executive Director (Adjudication-I).</p>
6. Penalty Imposed	A penalty of Rs. 200,000/- (Rupees two hundred thousand only) was imposed on the Company.
7. Current Status of Order	An appeal has been filed against this Order.

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