

Summary of Order in Original No. 4/DIR/FIU-IND/2022 in the matter of Shri Renukamata Multistate Cooperative Urban Credit Society Ltd (“Society”)

In the present matter, a review exercise was initiated in relation to the Society by FIU-IND. The exercise began with the circulation of review questionnaire to the Society. The said questionnaire provided a period of 15 days for the Society to provide its response. In view of the Society not having responded within the timeline provided, two rounds of reminders were further addressed to the Society at the address registered with FIU-IND. In view of no response being received from the Society despite the correspondence being delivered at its business address, a show cause notice was issued to the Society for failure to provide its response to questionnaire shared by FIU-IND, thereby breaching its obligation under Section 12A, PMLA.

The Society provided its detailed written responses in relation to the charges outlined in the notice. Further, the Society was also provided an opportunity for personal hearing before Director, FIU-IND.

After considering the written and oral submissions of the Society, Director, FIU-IND, based on the material available on record, found that the charges against the Society were substantiated. Consequently, vide order dated February 22, 2022, in exercise of his powers under Section 13, PMLA, it was found to be appropriate to levy a monetary penalty of Rs. 25,000 (Rupees Twenty Five Thousand Only) on the Society for its violation of Section 12A of PMLA which required it to provide such information as may be called for by Director, FIU-IND within such time and in such manner as may be specified.

Disclaimer: The summary of the referenced order of Director, FIU-IND is only representational in nature. It does not hold any legal significance and cannot be relied upon or referred to as precedent in any other case.