

Sub: Summary of Order-in-Original No. 13/DIR/FIU-IND/2023 in the matter of

Appasaheb Birnale Sahakari Bank Ltd. reg.

The RBI shared the findings of its inspection report in respect of **Appasaheb Birnale Sahakari Bank Ltd. (the Bank)** with FIU-IND pertaining to its failure to file Cash Transaction Reports (CTRs), NTRs and for its failure to evolve an effective internal mechanism to detect and report Suspicious Transactions in terms of the provisions of the PML Act and the Rules.

2. Vide Show Cause Notice dated November 26, 2019, the Bank was called upon as to why action including imposition of penalty should not be taken against the Bank under Section 13 of the Act read with section 12 of the Act and Rules 3, 5 and 7 of the Rules, 2005 for non compliance as enumerated in para 1 above.

3. The Bank submitted its reply to the SCN and in compliance of the Principles of Natural Justice, the Bank was granted opportunity of Personal Hearing (PH) through its Authorised Representative (AR).

4. After considering the submissions of the Bank, the Director, FIU-IND disposed of the adjudication proceedings initiated against the Bank vide Order-in-Original No. 13/DIR/FIU-IND/2023 dated September 13, 2023 by issuing Warning to the Bank under section 13(2)(a) & the Act, to be cautious in future in detecting and reporting CTRs, STRs and NTRs in the manner and procedure prescribed under the PML Act and Rules. The Bank was also directed to follow the obligations cast under PML Act and Rules diligently to avoid strict action against the Bank as per law in future.

Disclaimer: The summary of the instant Order-in-Original is only representational in nature and does not hold any legal significance or cannot be relied upon or referred to as a precedence in any other case.