

ANNEXURE A

ADMINISTRATIVE SANCTION
CITTON CARS (PTY) LTD

HAVING CONSIDERED ALL AVAILABLE FACTS, INFORMATION, FACTORS AND REPRESENTATIONS, THE FINANCIAL INTELLIGENCE CENTRE HEREBY IMPOSES THE FOLLOWING ADMINISTRATIVE SANCTION AND RECOMMENDATION

1. In terms of section 45C(3)(e) of the FIC Act, the Centre hereby imposes a financial penalty on Citton Cars (Pty) Ltd (**Citton Cars**) in the amount of R629 508.00 for failing to comply on 24 counts with section 28 of the FIC Act, read with the Money Laundering and Terrorist Financing Control Regulations (**the Regulations**) 22B and 24(4) of the Regulations.
2. Citton Cars is directed to pay the payable portion of the financial penalty in the amount of R314 754.00 as specified in paragraph 8.1 of the Notice of Sanction.
3. Alternatively, should Citton Cars remediate **all** the transactions as directed in paragraph 5 below, the institution will be required to pay R157 377.00 as specified in paragraph 8.3 of the Notice of Sanction.
4. The payment of the remaining balance of the total financial penalty is hereby suspended for a period of 3 years from the date of this Administrative Sanction, on condition that Citton Cars remains fully compliant with its reporting obligations in terms of sections 28 of the FIC Act.
5. In terms of section 45C(3)(c) of the FIC Act, Citton Cars is directed to remediate the transactions as identified in Annexure B hereto, within 30 calendar days of receipt of this Notice and to confirm in writing to the Centre in terms of Directive 03/2014, the remediation of such transactions or reasons for failure to remediate.



6. In terms of section 45C(3)(a) of the FIC Act, Citton Cars is cautioned not to repeat the conduct that led to its non-compliance with section 28 of the FIC Act, and should the institution be found to be non-compliant therewith within the 3-year suspension period, the suspended penalty becomes immediately payable.

7. The financial penalty is payable *via* electronic fund transfer to:

Account Name : **NRF – FIC Act Sanctions**
Account Holder : **National Treasury**
Account Number : **80552749**
Bank : **South African Reserve Bank**
Code : **900145**
Reference : **FIC Sanction – Citton Cars / 2023**

8. Proof of payment must be submitted to the Centre at enforcement@fic.gov.za.

9. In addition, the Centre recommends that Citton Cars:

9.1 Acquaint itself and comply with the Centre's registration and reporting system, *goAML*, all Directives, Guidance Notes and Public Compliance Communications, all of which are available on the Centre's website at www.fic.gov.za.

9.2 Acquaint itself with the specific provisions of section 28 of the FIC Act and implement proper procedures to facilitate compliance with section 28 of the FIC Act, conduct a daily reconciliation of all its transactions and banks statements so as to timeously identify and report cash transactions in excess of the prescribed threshold when applicable.

Signed at Centurion on this the 23 day of March 2023.


ADV XOLISILE KHANYILE
DIRECTOR