



ශ්‍රී ලංකා මහ බැංකුව
இலங்கை மத்திய வங்கி
CENTRAL BANK OF SRI LANKA

இலவச இடீவி ஸீகரெய்ட்

நிதியியல் உடனடித் தகவல் பிரிவு

Financial Intelligence Unit

Ref: 37/05/005/0015/011

Circular - 02/11

May 20, 2011

To: CEOs of Registered Finance Companies,

Dear Sir/Madam,

**Compliance with the reporting requirements under the
Section 7 of the Financial Transactions Reporting Act No 6 of 2006**

Reference to Circular No. 4 of 2006, on 15th September 2006 on the above.

As per the Section 7 of the Financial Transactions Reporting Act (FTRA) No 6 of 2006, when an Institution, has reasonable grounds to suspect that any transaction or attempted transaction may be related to commission of any unlawful activity or any other criminal offence under the FTRA No 6 of 2006, Convention on the Suppression of Terrorist Financing Act, No. 25 of 2005 or Prevention of Money Laundering Act, No. 5 of 2006; the said institution shall, as soon as practicable, after forming that suspicion or receiving the information, report the transaction or attempted transaction or the information to the Financial Intelligence Unit. (Reporting of Suspicious Transactions - STRs)

Further, as per the Section 14 (b) (iv) of the FTRA, Compliance Officer of every institution shall establish and maintain procedures and systems to implement the reporting requirements under the Section 7 of the FTRA.

However, the FIU has observed that no such reports have been received from your institution. Therefore, you are kindly requested to inform us the mechanism in place to ensure compliance of your institution with Section 7 of the FTRA.

You are also requested to forward us the program in place (circulars issued, ect.) to identify the Suspicious Transactions at branch level, details on awareness programs conducted for the officers of your institution on identification of STRs, Number of STRs identified and reported to the compliance officer.

Yours faithfully,

Sigd.

Director
Financial Intelligence Unit

Cc : Compliance Officer