



***ANTI MONEY LAUNDERING AND FINANCING OF TERRORISM:
The new perspective in the gambling industry***

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Phumelela Gaming and Leisure Limited - RSA**

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Introduction

- Phumelela Gaming and Leisure Limited (PGL) - South African listed horseracing, pari-mutual and fixed odds betting company
- Operations in South Africa, Isle of Man and other countries
- Accountable Institution i.t.o. Financial Intelligence Centre Act, No 38 of 2001, that is, “person who carries on a business in respect of which a gambling licence is required to be issued by a provincial licensing authority”

Duties of Accountable Institution

- Perform Client Identity Establishment and Verification (KYC) (Section 21)
- Prescribed Record-keeping (Section 22-26)
- Report Certain Transactions, including Cash Threshold, Suspicious and Unusual (Sections 27-32)

Duties of Accountable Institution

- Formulate and Implement Internal Rules in respect of these duties (Section 42)
- Appoint Compliance Officer (Section 43)
- Provide Formal Training to Employees (Section 43)

Advantages

- FICA has improved customer information database and data management
- Enhances Risk Procedures and Reduces Fraud

Challenges

- Application of FICA not sub-sector specific
- Varied interpretation by different Supervisory Bodies and FIC
- FIC online reporting system mostly slow and not user-friendly

Challenges

- Administrative Burden - Staff and Clients
- Access to Updated/Active Terrorists' Organisations List difficult

THANK YOU