

CONTENTS

RELEVANT EXTRACT FROM THE JAN VISHWAS (AMENDMENT OF PROVISIONS) ACT, 2023	(xiii-xiv)
RELEVANT EXTRACTS FROM THE FINANCE (No. 2) ACT, 2019	(xv-xviii)
RELEVANT EXTRACTS FROM THE FINANCE ACT, 2019	(xviii)
RELEVANT EXTRACTS FROM THE AADHAAR AND OTHER LAWS (AMENDMENT) ACT, 2019	(xix-xx)
NOTIFICATIONS COVERING TRANSACTIONS BY CA/CS/CMA UNDER PMLA ACT dt. 3-5-2023 & 9-5-2023	(xxi-xxii)
THE PREVENTION OF MONEY-LAUNDERING ACT, 2002	
CHAPTER I	
PRELIMINARY	
1. Short title, extent and commencement	3
2. Definitions	3
CHAPTER II	
OFFENCE OF MONEY-LAUNDERING	
3. Offence of money-laundering	20
4. Punishment for money-laundering	23
CHAPTER III	
ATTACHMENT, ADJUDICATION AND CONFISCATION	
5. Attachment of property involved in money-laundering	24
6. Adjudicating Authorities, composition, powers, etc.	26
7. Staff of Adjudicating Authorities	28
8. Adjudication	28
9. Vesting of property in Central Government	31
10. Management of properties confiscated under this Chapter	32
11. Power regarding summons, production of documents and evidence, etc.	32
11A. Verification of identity by reporting entity	33
CHAPTER IV	
OBLIGATIONS OF BANKING COMPANIES, FINANCIAL INSTITUTIONS AND INTERMEDIARIES	
12. Reporting entity to maintain records	34
12A. Access to information	35
12AA. Enhanced due diligence	36
13. Powers of Director to impose fine	37
14. No civil or criminal proceedings against reporting entity, its directors and employees in certain cases	38
15. Procedure and manner of furnishing information by reporting entities	38
CHAPTER V	
SUMMONS, SEARCHES AND SEIZURES, ETC.	
16. Power of survey	39
17. Search and seizure	40
18. Search of persons	43
19. Power to arrest	45

20.	Retention of property	46
21.	Retention of records	47
22.	Presumption as to records or property in certain cases	48
23.	Presumption in inter-connected transactions	49
24.	Burden of proof	49
CHAPTER VI		
APPELLATE TRIBUNAL		
25.	Appellate Tribunal	50
26.	Appeals to Appellate Tribunal	50
27.	[Omitted]	51
28.	[Omitted]	51
29.	[Omitted]	52
30.	[Omitted]	52
31.	[Omitted]	52
32.	[Omitted]	52
33.	[Omitted]	52
34.	[Omitted]	52
35.	Procedure and powers of Appellate Tribunal	52
36.	Distribution of business amongst Benches	53
37.	Power of Chairman to transfer cases	53
38.	Decision to be by majority	53
39.	Right of appellant to take assistance of authorised representative and of Government to appoint presenting officers	54
40.	Members, etc., to be public servants	54
41.	Civil court not to have jurisdiction	55
42.	Appeal to High Court	55
CHAPTER VII		
SPECIAL COURTS		
43.	Special Courts	55
44.	Offences triable by Special Courts	56
45.	Offences to be cognizable and non-bailable	57
46.	Application of Code of Criminal Procedure, 1973 to proceedings before Special Court	58
47.	Appeal and revision	59
CHAPTER VIII		
AUTHORITIES		
48.	Authorities under Act	59
49.	Appointment and powers of authorities and other officers	59
50.	Powers of authorities regarding summons, production of documents and to give evidence, etc.	60
51.	Jurisdiction of authorities	61
52.	Power of Central Government to issue directions, etc.	61
53.	Empowerment of certain officers	62
54.	Certain officers to assist in inquiry, etc.	62

CHAPTER IX
RECIPROCAL ARRANGEMENT FOR ASSISTANCE IN CERTAIN
MATTERS AND PROCEDURE FOR ATTACHMENT AND
CONFISCATION OF PROPERTY

55. Definitions	64
56. Agreements with foreign countries	64
57. Letter of request to a contracting State in certain cases	64
58. Assistance to a contracting State in certain cases	65
58A. Special Court to release the property	65
58B. Letter of request of a contracting State or authority for confiscation or release the property	66
59. Reciprocal arrangements for processes and assistance for transfer of accused persons	66
60. Attachment, seizure and confiscation, etc., of property in a contracting State or India	67
61. Procedure in respect of letter of request	68

CHAPTER X
MISCELLANEOUS

62. Punishment for vexatious search	68
63. Punishment for false information or failure to give information, etc.	69
64. Cognizance of offences	70
65. Code of Criminal Procedure, 1973 to apply	70
66. Disclosure of information	70
67. Bar of suits in civil courts	71
68. Notice, etc., not to be invalid on certain grounds	71
69. Recovery of fine or penalty	72
70. Offences by companies	72
71. Act to have overriding effect	73
72. Continuation of proceedings in the event of death or insolvency	73
72A. Inter-ministerial Co-ordination Committee	74
73. Power to make rules	74
74. Rules to be laid before Parliament	77
75. Power to remove difficulties	77

THE SCHEDULE

<i>PART A</i>	78
<i>PART B</i>	88
<i>PART C</i>	88

THE PREVENTION OF MONEY-LAUNDERING (APPEAL)
RULES, 2005

1. Short title and commencement	89
2. Definitions	89
3. Form of Appeal	89
4. Order of the Appellate Tribunal	90
5. Service of notice, requisitions or orders	90
6. Interpretation	91
FORM	91

**THE PREVENTION OF MONEY-LAUNDERING (MANNER OF RECEIVING
THE RECORDS AUTHENTICATION OUTSIDE INDIA)
RULES, 2005**

1.	Short title and commencement	92
2.	Definitions	92
3.	Manner of authentication of records received from outside India	92
4.	Interpretation	92

**THE PREVENTION OF MONEY-LAUNDERING (THE MANNER OF
FORWARDING A COPY OF THE ORDER OF PROVISIONAL
ATTACHMENT OF PROPERTY ALONG WITH THE MATERIAL,
AND COPY OF THE REASONS ALONG WITH THE MATERIAL
IN RESPECT OF SURVEY, TO THE ADJUDICATING AUTHORITY
AND ITS PERIOD OF RETENTION) RULES, 2005**

1.	Short title and commencement	93
2.	Definitions	93
3.	Manner of forwarding a copy of the order of provisional attachment of property along with the material under sub-section (2) of section 5 of the Act, to the Adjudicating Authority	94
4.	Manner of forwarding a copy of the reasons along with the material in respect of survey under sub-section (2) of section 16 of the Act, to the Adjudicating Authority	95
5.	Acknowledgement of receipt of a copy of the order of provisional attachment of property and the material and a copy of the reasons and the material in respect of survey by the Adjudicating Authority	95
6.	Period of retention of a copy of the order of provisional attachment of property and the material and a copy of the reasons and the material in respect of survey by the Adjudicating Authority	96
7.	Interpretation	96
	<i>FORM-I</i> —ACKNOWLEDGEMENT SLIP	96
	<i>FORM-II</i> —ACKNOWLEDGEMENT SLIP	97
	<i>FORM-III</i> —ACKNOWLEDGEMENT SLIP	97

**THE PREVENTION OF MONEY-LAUNDERING (RECEIPT AND
MANAGEMENT OF CONFISCATED PROPERTIES)
RULES, 2005**

1.	Short title and commencement	98
2.	Definitions	98
3.	Receipt of confiscated property	98
4.	Management of confiscated property	98
5.	Assistance to the Administrator	99
6.	Interpretation	99
	<i>FORM I</i> —MANAGEMENT OF CONFISCATED PROPERTY (MOVABLE) REGISTER	99
	<i>FORM II</i> —MANAGEMENT OF CONFISCATED PROPERTY (IMMOVABLE) REGISTER	99

**THE PREVENTION OF MONAY-LAUNDERING (MAINTENANCE
OF RECORDS) RULES, 2005**

1.	Short title and commencement	100
2.	Definitions	100
3.	Maintenance of records of transactions (nature and value)	106
3A.	Implementation of policies by groups	107
4.	Records containing information	107
5.	Procedure and manner of maintaining information	108
6.	[<i>Omitted</i>]	108
7.	Procedure and manner of furnishing information	108
8.	Furnishing of information to the Director	108
9.	Client Due Diligence	109
9A.	Functions and obligations of the Central KYC Records Registry	121
9B.	Inspection by Reserve Bank of India	122
10.	Maintenance of the records of the identity of clients	122
10A.	Furnishing of Report to Director	122
10B.	Expenses for audit	123
11.	Interpretation	123

**THE PREVENTION OF MONEY-LAUNDERING (FORMS, SEARCH AND
SEIZURE OR FREEZING AND THE MANNER OF FORWARDING THE
REASONS AND MATERIAL TO THE ADJUDICATING AUTHORITY,
IMPOUNDING AND CUSTODY OF RECORDS AND
THE PERIOD OF RETENTION) RULES, 2005**

1.	Short title and commencement	125
2.	Definitions	125
3.	Procedure relating to search	127
4.	Procedure relating to seizure or freezing	128
5.	Applicability of the provisions of the Code of Criminal Procedure, 1973	129
6.	Impounding of records	129
7.	Custody of records	130
8.	Manner of forwarding of a copy of the reasons and the material relating to search, seizure and freezing under sub-section (2) of section 17 and sub-section (1A) of section 17 of the Act and search of persons under sub-section (2) of section 18 and sub-section (2) of section 20 of the Act to the Adjudicating Authority	130
9.	Acknowledgement of receipt of a copy of the reasons and the material relating to search, seizure or freezing and search of person by the Adjudicating Authority	130
10.	Period of retention of copy of the reasons and the material relating to search, seizure or freezing and search of persons by the Adjudicating Authority	131
11.	Forms of records	131
12.	Interpretation	131
	FORM I—AUTHORISATION FOR SEARCH, SEIZURE AND FREEZING UNDER SUB-SECTION (1) AND SUB-SECTION (1A) OF SECTION 17 OF THE ACT	131

<i>FORM II</i> —SEIZURE MEMO OR FREEZING MEMO (INVENTORY OF ITEMS)	132
<i>FORM III</i> —ACKNOWLEDGEMENT SLIP	133
<i>FORM IV</i> —ACKNOWLEDGEMENT SLIP	134
<i>FORM V</i> —FORM FOR SUMMONS	134

THE PREVENTION OF MONEY-LAUNDERING (THE FORMS AND THE MANNER OF FORWARDING A COPY OF ORDER OF ARREST OF A PERSON ALONG WITH THE MATERIAL TO THE ADJUDICATING AUTHORITY AND ITS PERIOD OF RETENTION) RULES, 2005

1. Short title and commencement	136
2. Definitions	136
3. Manner of forwarding a copy of the order of arrest and the material to the Adjudicating Authority	137
4. Acknowledgement of receipt of the copy of the order of arrest and the material by the Adjudicating Authority	137
5. Period of retention of a copy of the order of arrest and the material by the Adjudicating Authority	137
6. Forms of records	138
7. Interpretation	138
<i>FORM I</i> —ACKNOWLEDGEMENT SLIP	138
<i>FORM II</i> —ACKNOWLEDGEMENT SLIP	139
<i>FORM III</i> —ARREST ORDER	139

THE PREVENTION OF MONEY-LAUNDERING (THE MANNER OF FORWARDING A COPY OF THE ORDER OF RETENTION OF SEIZED PROPERTY ALONG WITH THE MATERIAL TO THE ADJUDICATING AUTHORITY AND THE PERIOD OF ITS RETENTION) RULES, 2005

1. Short title and commencement	140
2. Definitions	140
3. Manner of forwarding the copy of the order of retention of seized property along with the material to the Adjudicating Authority	141
4. Acknowledgement of receipt of the copy of the order of retention of seized property and the material by the Adjudicating Authority	141
5. Period of keeping the copy of the order of retention and the material by the Adjudicating Authority	142
6. Interpretation	142
<i>FORM I</i> —ACKNOWLEDGEMENT SLIP	142
<i>FORM II</i> —ACKNOWLEDGEMENT SLIP	143

THE PREVENTION OF MONEY-LAUNDERING (ISSUANCE OF PROVISIONAL ATTACHMENT ORDER) RULES, 2013

1. Short title and commencement	144
2. Definitions	144
3. Manner of issuance of provisional attachment order	144
4. Service of provisional attachment order on corporate bodies, societies and trusts etc.	145
5. Interpretation	145

**THE PREVENTION OF MONEY-LAUNDERING (TAKING POSSESSION OF
ATTACHED OR FROZEN PROPERTIES CONFIRMED BY THE
ADJUDICATING AUTHORITY) RULES, 2013**

1.	Short title and commencement	146
2.	Definitions	146
3.	Procedure relating to possession	146
4.	Manner of taking possession of movable property	147
5.	Manner of taking possession of immovable property	147
6.	Mode of serving of notice	148
7.	Confirmed attached property in the custody of Court	148
8.	Confirmed attached property hypothecated or mortgaged or pledged to bank, financial institutions, etc.	148
9.	Maintenance of registers for confirmed attached property	149
10.	Interpretation	149
	<i>FORM I</i> —NOTICE FOR TAKING POSSESSION UNDER SUB-SECTION (4) OF SECTION 8 OF THE PREVENTION OF MONEY-LAUNDERING ACT, 2002 (15 OF 2003)	149
	<i>FORM II</i> —NOTICE FOR TAKING POSSESSION UNDER SUB-SECTION (4) OF SECTION 8 OF THE PREVENTION OF MONEY-LAUNDERING ACT, 2002 (15 OF 2003)	149
	<i>FORM III</i> —POSSESSION OF CONFIRMED ATTACHED PROPERTY (MOVABLE) REGISTER	150
	<i>FORM IV</i> —POSSESSION OF CONFIRMED ATTACHED PROPERTY (IMMOVABLE) REGISTER	150

**THE PREVENTION OF MONEY-LAUNDERING (RESTORATION OF
CONFISCATED PROPERTY) RULES, 2016**

1.	Short title and commencement	152
2.	Definitions	152
3.	Manner for restoration of confiscated property	152
3A.	Manner of restoration of property during trial	153
4.	Interpretation	153

**THE ADJUDICATING AUTHORITY (PROCEDURE)
REGULATIONS, 2013**

**CHAPTER I
PRELIMINARY**

1.	Short title and commencement	154
2.	Definitions	154

**CHAPTER II
APPLICATIONS AND COMPLAINTS**

3.	Filing of applications and complaints	154
4.	Date and signature	155
5.	Attestation	155
6.	Receipt of papers	155
7.	Date of stamping of papers and maintenance of Inward Register in the following manner	155

CHAPTER III		
PRESENTATION, REGISTRATION NUMBER AND POSTING FOR ORDERS		
8.	Duty of official authorised to receive application	155
9.	Registration and numbering	155
10.	Cause list	156
11.	Procedures to be followed by Registrar	156
12.	Court Master to assist Bench	156
CHAPTER IV		
SERVICE OF SUMMONS AND NOTICES		
13.	Issue of summon and notice	157
14.	Bringing legal representatives on record	159
15.	Filing of reply to notice	159
16.	Inspection of records	159
17.	Fees for inspection of records	159
18.	Fees for copying	160
19.	Maintenance of applications for inspection	160
CHAPTER V		
20.	Dress for Chairperson, Members of Adjudicating Authority and representatives of parties	160
21.	Examination of witness and the issue of commissions	160
22.	Recording of deposition	161
23.	Numbering of witness	161
24.	Witness expenses payable	161
25.	Marking of documents	161
CHAPTER VI		
ORDERS		
26.	Issue of Order	161
27.	Copy of order to be delivered on date of its pronouncement	161
28.	Indexing of case files	161
CHAPTER VII		
GRANT OF CERTIFIED COPIES		
29.	Application for certified copy	162
30.	Endorsement of a copy	162
	<i>FORM 1</i> —RECEIPT SLIP	162
	<i>FORM 2</i> —DAILY CAUSE LIST	162
	<i>FORM 3</i> —NOTICE TO SHOW CAUSE	163
	<i>FORM 4</i> —NOTICE TO SHOW CAUSE	163
	<i>FORM 5</i> —NOTICE TO SHOW CAUSE	164
	<i>FORM 6</i> —SUMMONS TO WITNESS	165
	<i>FORM 7</i> —APPLICATION FOR INSPECTION OF RECORDS	165
	<i>FORM 8</i> —STATEMENT OF WITNESS	166
	<i>FORM 9</i> —CERTIFICATE OF ATTENDANCE	166
	<i>FORM 10</i> —GENERAL-INDEX	167
	<i>FORM 11</i> —LIST OF RECORDS TRANSMITTED TO THE RECORD ROOM	167
	<i>FORM 12</i> —APPLICATION FOR COPY OF RECORD	167