

Administrative penalty of 15 November 2021

Administrative penalty imposed on the credit institution Banque de Luxembourg S.A.

Luxembourg, 23 December 2021

On 15 November 2021, the CSSF imposed an administrative fine amounting to 1,320,000 euros on the credit institution Banque de Luxembourg S.A. ("the Bank").

The fine was imposed on the basis of the provisions of

- (i) Article 2-1 (1) and Article 8-4 (1), (2) and (3) of the amended Law of 12 November 2004 on the fight against money laundering and terrorist financing (hereafter the "AML/CFT Law") for non-compliance with certain professional AML/CFT obligations and of
- (ii) Article 63 (1) and (2) of the amended Law of 5 April 1993 on the financial sector (hereafter the "LFS") for non-compliance with the sound and prudent management principle.

This administrative fine was imposed following a CSSF on-site inspection that had started in 2018 and targeted the framework of fight against money laundering and combating the financing of terrorism during which some important weaknesses were identified such as a failure to report suspicions of money laundering, late reporting of suspicions, delays in the review of client files and non-respect of the principle of transparency for certain transactions. The identified deficiencies relate to facts observed at the time of the on-site inspection. Since then, the Bank has undertaken remedial actions to address them.

In determining the amount of the administrative fine, the CSSF duly took into consideration the cooperation of the Bank and the remedial actions undertaken by the Bank in order to address the deficiencies identified, as well as those actions that the Bank has committed to implement.

This disclosure is made in accordance with Article 8-6 (1) of the AML/CFT Law, respectively Article 63 (2) of the LFS.

