



NOTICE

SUBSECTION 162(2) OF THE *ANTI-MONEY LAUNDERING AND COUNTER-TERRORISM FINANCING ACT 2006*

TO: Canberra Southern Cross Club Limited (ACN 008 488 855) (**CSCC**)
92-96 Corinna Street, Phillip ACT 2606

I, Angela Jamieson, Acting General Manager, Compliance of the Australian Transaction Reports and Analysis Centre (**AUSTRAC**), as delegate of the Chief Executive Officer of AUSTRAC (**the AUSTRAC CEO**), have reasonable grounds to suspect that CSCC is a reporting entity that has contravened and is contravening sections 32, 36 and 81 of the *Anti-Money Laundering and Counter-Terrorism Financing Act 2006* (**AML/CTF Act**) and Parts 4, 8 and 15 of the *Anti-Money Laundering and Counter-Terrorism Financing Rules 2007 (No. 1)* (**AML/CTF Rules**).

Acting under subsection 162(2) of the AML/CTF Act, as delegate of the AUSTRAC CEO, I REQUIRE THAT:

Within 28 days of the date of this Notice, CSCC must:

Appoint an external auditor who has been authorised by the AUSTRAC CEO under section 164 of the AML/CTF Act, and who meets the requirements of subsection 162(6) of the AML/CTF Act, and arrange for the external auditor to carry out an external audit as described in this notice including giving a written report (**the audit report**) to CSCC.

Within 112 days of the date of this Notice, CSCC must:

Give me a copy of the audit report.

The matters to be covered by the audit are:

- (a) An assessment of CSCC's compliance with sections 32, 36 and 81 of the AML/CTF Act and Chapters 4, 8 and 15 of the AML/CTF Rules, having regard to the concerns raised by AUSTRAC in its letter of 18 May 2015; and
- (b) An assessment of CSCC's existing capacity to comply with these provisions of AML/CTF Act and the AML/CTF Rules; and
- (c) An assessment of what CSCC will need to do, or continue to do, to comply with this Act, and the AML/CTF Rules.

The audit report must be in a form that:

- (a) Accords with any Australian standard applicable to that kind of audit report, or which in the opinion of the external auditor accords with the closest applicable Australian standard; and

- (b) Accords with the format and style in which the external auditor would prepare a report suitable to annex to an expert witness affidavit the external auditor would make in Federal Court of Australia proceedings.

The audit report must contain details of:

- (a) Any provisions of the AML/CTF Act and/or the AML/CTF Rules which the external auditor concludes CSCC has not complied with or is not complying with; and
- (b) The facts on which the auditor has relied to conclude any provisions identified in (a) have not been or are not being complied with; and
- (c) Any measures which the external auditor believes CSCC should implement to ensure that it complies with the AML/CTF Act and the AML/CTF Rules; and
- (d) The capacity of CSCC to implement the measures set out in (c).

The audit report is to be submitted to:

Angela Jamieson
PO Box 5516
West Chatswood NSW 1515
Enforcement.Mailbox@austrac.gov.au

Dated this 18th day of May 2015

[Angela Jamieson]

**ANGELA JAMIESON
ACTING GENERAL MANAGER COMPLIANCE**