



REGISTRATION AUTHORITY
ABU DHABI GLOBAL MARKET
MONETARY PENALTY NOTICE (“NOTICE”)
ISSUED PURSUANT TO SECTION 19(2) OF THE
BENEFICIAL OWNERSHIP AND CONTROL REGULATIONS 2018 (“BOCR 2018”)

To: CHAPTER III FOUNDATION (000000786) (“CF”)

Overview

1. The Registration Authority (the “RA”) of Abu Dhabi Global Market (“ADGM”) has determined that CF has contravened section 5 of BOCR 2018 for the reasons set out below.
2. This Notice issued by the RA requires CF to pay a fine of **USD 450** by no later than 18 September 2023 pursuant to section 19 of BOCR 2018.

Failure to Comply with Section 5 of BOCR 2018

3. Section 5 of BOCR 2018 states as follows:

When there has been an amendment or change in the particulars contained in the record of beneficial owners an ADGM Person, within 15 days of the date of an amendment or change of such record of beneficial owners, the ADGM Person must submit a notice to the Registrar of the amendment or change and the date on which it occurred, to the best of its knowledge.

4. As a company incorporated under *Companies Regulations 2020*, CF is an “ADGM Person” as defined in section 27 of BOCR 2018.
5. On 1 June 2023 (the “Filing Date”), CF filed a “*Notice of Appointment and Cessation of Beneficial Owners*” with the RA (“CF Filing”).
6. The CF Filing informed the RA that on 3 October 2017 the (“Appointment and Cessation Date”) CF underwent changes in its beneficial ownership that required notice to the RA (**Annexure A**).

7. The period between the Appointment and Cessation Date and the Filing Date is greater than the required maximum of 15 days for providing notice of such changes to the RA, as mandated by section 5 of BOCR 2018.

Proposed Fine

8. Section 17 of BOCR 2018 states as follows:

An ADGM Person who fails to comply with these Regulations, or any rules made under these Regulations is guilty of an offence and liable to a fine as prescribed under section 19.

9. Under section 19(4) of BOCR 2018, the amount of any fine determined by the RA must not exceed a level 7 fine, i.e. up to USD 25,000.
10. Given the facts set out above in paragraphs 5-7, the RA has determined that CF has failed to comply with section 5 of BOCR 2018.
11. Accordingly, the following fine is imposed on you by the RA:

USD 450.

Review by the Court

12. Section 19(7) of BOCR 2018 states as follows:

A person, who receives a monetary penalty notice under this section, may refer the matter to the Court for review of–

- (a) the issue of the monetary penalty notice;
- (b) the amount of the fine specified in the notice.

13. If CF chooses to refer this Notice to the ADGM Court (the “Court”), please refer to the ADGM Court Procedure Rules (as directed by section 19(8) of BOCR 2018) using this link:

<https://www.adgm.com/documents/courts/legislation-and-procedures/court-procedure-rules/adgm-court-procedure-rules-2016-01092021.pdf>

14. Further, please be advised that any referral to the Court pursuant to section 19(7) of BOCR 2018 must be made on or before 18 September 2023.



Payment of the Fine and Publication

15. This fine may be paid at any time before 5:00 pm on 18 September 2023, by forwarding payment to the RA (please refer to the invoice attached as **Annexure B** to this Notice for details on making payment).
16. Should you pay this fine prior to 5:00 pm on 18 September 2023, pursuant to section 19(9)(a)(i) of BOCR 2018, no proceedings will be commenced by the RA against CF in respect of the contravention set out in this Notice.
17. Should CF not pay the full amount of the fine prior to 5:00 pm on 18 September 2023 or make a referral to the Court under section 19(7), then the RA may apply to the Court to take any necessary steps to recover that part of the fine that remains unpaid to the RA pursuant to section 19(9)(b) of BOCR 2018.
18. The RA may publish details of the matter to which this Notice relates in accordance with section 19(11) of BOCR 2018.



Tim Land

Delegate of the CEO of the RA

18 August 2023

Abu Dhabi Global Market Registration Authority

Annexure A – CF Filing

Annexure B – Invoice

REGISTRATION AUTHORITY
سلطة التسجيل