



Securities and Exchange Commission of Pakistan
Company Law Division
Corporatization & Compliance Department

Before

Director

(Corporatization and Compliance Department)

In the matter of

ARMAGHAN-I-HIJAZ HAJJ AND UMRAH SERVICES (SMC-PVT.) LIMITED

ORDER

under section 7 of the Companies (Appointment of Legal Advisers) Act, 1974

Number and date of show cause notice: No. HO-LA/57-IAN-2382/2017-8105
dated May 26, 2017

This Order shall dispose of proceedings initiated against M/s. Armaghan-i-Hijaz Hajj and Umrah Services (SMC-Pvt.) Limited (the "Company") and its Chief Executive for default made in compliance with the requirements of sub-section (1) of section 3 of Companies (Appointment of Legal Advisers) Act, 1974 (the "Act").

2. The brief facts leading to the show cause notice are that the Company was required in terms of sub-section (1) of section 3 of the Act to appoint atleast one legal adviser on retainership to advise such Company in the performance of its functions and the discharge of its duties in accordance with law. Sub-rule (1) of rule 4 of the Companies (Appointment of Legal Advisers) Rules, 1975 (the "Rules") provides that every Company shall within fifteen days of the appointment of a legal adviser by it furnish in duplicate to the Registrar of the region in which its registered office is situated, the name, names of the partners in case of a firm, address and remuneration of the legal adviser. However, from the perusal of record, it has been observed that the Company has failed to do so for which a show cause notice dated May 26, 2017 (the "SCN") was issued calling upon the Company and its Chief Executive to explain in writing and to appear in person or through authorized representative for hearing on June 14, 2017 to clarify the position.

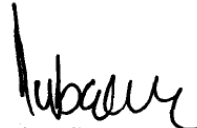
3. In response to the above "SCN", no one appeared on the date fixed for hearing for which the hearing was re-fixed for November 29, 2017, on which date neither anyone attended the hearing nor any written response was received to the Commission rather than the SCN was returned back un-delivered. In the meanwhile, Mian Ejaz Ahmad Shad, Advocate vide letter dated November 30, 2017 has informed his appointment as legal advisor of the

Company. Subsequently, the record of the Company has been perused and it has been observed that the relevant Form 29 has not been filed by the Company. Accordingly, the Commission vide its letter dated December 19, 2017 ~~has~~ advised the Company to file required Form-29 with the registrar concerned within 7 days failing which the matter shall be decided on the basis of material available on record and on its merits. However, the Company has not filed the required Form 29 despite lapse of considerable time. It appears that the Company has not taken necessary steps for appointing its legal advisor, therefore, the default is considered willful and deliberate.

4. I have gone through the relevant provisions of the Act, and other record of the Company and observed that sub-section (1) of section 3 of the Act requires the Company to appoint atleast one legal adviser on retainerhip to advise such Company in the performance of its functions and the discharge of its duties in accordance with law. Further, sub-rule (1) of rule 4 of the Rules requires that every Company shall, within fifteen days of the appointment of a legal adviser by it, furnish in duplicate to the Registrar of the region in which its registered office is situated the name (names of the partners in case of a firm), address and remuneration of the legal adviser. I have also perused section 7 of the Act which provide penalty for contravention of the Act.

5. Based on the above, it is apparent that the Company has violated the mandatory requirements of sub-section (1) of section 3 of the Act by not appointing its legal advisor. I, therefore, in exercise of powers conferred under section 7 of the Act, impose a fine of Rs. 5,000/- (Rupees Five thousand only) on the Chief Executive of the Company. The Chief Executive is, hereby, directed to deposit the amount of penalty in the Commission's account within 30 days of the receipt of this Order and furnish original receipt/challan of the same to this office for record and immediately file Form 29 notifying the appointment of legal advisor with the registrar concerned. In case of non-payment of penalty within the specified time, the same will be recovered under the provisions of law.

6. This order is issued without prejudice to any other action(s) that may be initiated against the Company and its Chief Executive officer responsible for the violations of the aforesaid provisions of the law.


(Mubasher Saeed Saddozai)
Director (CCD)

Announced:
February 09, 2018