

Before Shahzad Afzal Khan, Director/Head of Department (Adjudication-I)

In the matter of Show Cause Notice issued to Directors of Sakrand Sugar Mills Limited

Date of Hearing

January 05, 2023

Order-Redacted Version

Order dated January 10, 2023 was passed by Director/ Head of Department (Adjudication-I) in the matter of Directors of Sakrand Sugar Mills Limited. Relevant details are given as hereunder:

Nature	Details
1. Date of Action	Show cause notice dated November 21, 2022.
2. Name of Respondent	Seven (07) Directors of Sakrand Sugar Mills Limited, (the Directors being the "Respondents").
3. Nature of Offence	<u>Alleged contraventions of Section 103 of the Securities Act, 2015 (the "Act") and Regulation 3(4) of the Reporting and Disclosure (of Shareholding by Directors, Executive Officers and Substantial Shareholders in Listed Companies) Regulations 2015 (the "Regulations") read with Section 106(2) of the Act.</u>
4. Action Taken	<p>Key findings were reported in the following manner:</p> <p>I have gone through the relevant provisions of law and the submissions made by the Respondents through their authorized representative. I have also perused Section 106(2)(a) of the Act, which stipulates penal provisions for contravention of Section 103 of the Act. The Section 103(2) of the Act read with Regulation 3(4) of the Regulations clearly mandates fulfilment of the reporting requirement, before the expiration of a period of seven (07) days beginning from the day on which the requirement first arises. Additionally, a clarification issued by the Commission through PSX to all listed companies on April 20, 2022 clearly pronounced that the requirement of filing of Form 5 is applicable on every director who is appointed afresh, re-appointed and a nominee director.</p> <p>Nevertheless, the Directors have duly filed the relevant forms with the Commission, although with a delay, and have demonstrated their commitment to adhere to all applicable laws in a timely manner in the future.</p>

	In view of the above-stated facts and circumstances and submissions made by the Respondents, I have decided to hereby impose a penalty of Rs.5,000/- only per Director/Respondent.
5. Penalty Imposed	Rs.5,000/- per Director (Rs.35,000/- in Total)
6. Current Status of Order (As of the uploading date)	Penalty deposited and No Appeal has been filed by the respondent.