

Before Ali Azeem Ikram, Executive Director/HOD (Adjudication-I)

In the matter of Show Cause Notice issued to Olympia Mills Limited

Dates of Hearings

September 22, 2020, February 25, 2021, March 10, 2021, March 19, 2021

Order-Redacted Version

Order dated March 26, 2021 was passed by Director/Head of Department (Adjudication-I) in the matter of Olympia Mills Limited. Relevant details are given as hereunder:

Nature	Details
1. Date of Action	Show cause notice dated November 22, 2019
2. Name of Company	Olympia Mills Limited
3. Name of Individual*	The proceedings were initiated against the directors of the Company i.e. Olympia Mills Limited
4. Nature of Offence	Violations of under Section 209 read with 479 of the Companies Ordinance, 1984.
5. Action Taken	<p>Key findings were reported in the following manner:</p> <p>I, have analyzed the facts of the case, relevant provisions of the Ordinance, and arguments put forth by the Authorized Representative in writing as well as over the course of the hearing. In this regard, it is relevant to highlight that in terms of section 209 of the Ordinance, every investment made by a company on its own behalf is required to be held by it in its own name. The purpose of the aforesaid provision is to ensure that Company's investments are protected and not to be utilized by others and interest of the investors is safeguarded. I, have noticed that TDRs of the amount of Rs. 25.796 million, for which funds were provided by the Company, were in the name of the Respondents, and corrective measure in this regard were taken after the initiation of inspection, hence, provisions of section 209 of the Ordinance is attracted for the cited default at the time of inspection. Moreover, subsequent compliance in this regard, does not exonerate the Respondents that penal provisions may not be invoked against them.</p> <p>Keeping in view, a penalty Rs. 8,000/- only (Rupees eight thousand) was imposed on Rs. 4,000/- each on Mrs ***, chairperson and Mr. ***, chief executive.</p>

	Penalty order dated March 26, 2021 was passed by Executive Director (Adjudication-I).
6. Penalty Imposed	A penalty Rs. 8,000/- only (Rupees eight thousand) was imposed on Rs. 4,000/- each on Mrs ***, chairperson and Mr. ***, chief executive.
7. Current Status of Order	No Appeal has been filed by the Respondents.