



Securities and Exchange Commission of Pakistan

Adjudication Division
Adjudication Department-I

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

In the matter of D.S Industries Limited

Dates of Hearing

September 8, 2020, November 20, 2020,

Order-Redacted Version

Order dated December 8, 2020 was passed by Executive Director/Head of Department (Adjudication-I) in the matter of D.S Industries Limited. Relevant details are given as hereunder:

Nature	Details
1. Date of Action	Show cause notice dated April 27, 2020
2. Name of Company	D.S Industries Limited
3. Name of Individual*	The proceedings were initiated against the directors of the Company i.e. D.S Industries Limited
4. Nature of Offence	Violations of section 192 of the Companies Act, 2017.
5. Action Taken	<p>Key findings were reported in the following manner:</p> <p>I have gone through the facts of the case, correspondence of the Company, given requirements of the Act, and submissions made by the Authorized Representative. At the outset, it is highlighted that every financial statement circulated in terms of section 223 of the Act are required to contain a review report by the chairman on the overall performance of the board and effectiveness of the role played by the board in achieving the company's objectives. The chairman's report would essentially highlight the role played by the directors in meeting the desired objectives for the benefit of the shareholders.</p> <p>2. In the aforementioned matter, as per available record, The Company, however, violated the requirements of Section 192 of the Act and did not circulate a review report by the chairman with Accounts of 2019. In written replies furnished and during the</p>



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	<p>hearing the Authorized Representative assured that the compliance will be made in future, he however, did not disagree with the default in terms of Section 192 of the Act.</p> <p>3. In view of above, the Respondents have not complied with the requirements stipulated in terms of section 192 of the Act while circulating Accounts of the year ended 2019.</p> <p>Nothing in this Order may be deemed to prejudice the operation of any provision of the Act providing for imposition of penalties in respect of any default, omission or violation of the Act.</p>
6. Penalty Imposed	Penalty of Rs. 35,000/- was imposed on the chief executive officer of the Company.
7. Current Status of Order	No Appeal has been filed by the Respondents.