



Securities and Exchange Commission of Pakistan

Adjudication Division
Adjudication Department-I

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

In the matter of Show Cause Notice issued to Saritow Spinning Mills Limited

Dates of Hearing

February 19, 2020, November 17, 2020

Order-Redacted Version

Order dated February 17, 2021 was passed by Executive Director/Head of Department (Adjudication-I) in the matter of Saritow Spinning Mills Limited. Relevant details are given as hereunder:

Nature	Details
1. Date of Action	Show cause notice dated January 17, 2020
2. Name of Company	Saritow Spinning Mills Limited
3. Name of Individual*	The proceedings were initiated against the directors of the Company i.e. Saritow Spinning Mills Limited
4. Nature of Offence	In view of alleged violations of section 192 read with section 193 and section 479 of the Companies Act, 2017 through SCN dated January 17, 2020 and order dated February 17, 2021 was passed.
5. Action Taken	<p>Key findings were reported in the following manner:</p> <p>Based on the facts of the case and requirements of the Act, I have observed that the Company acknowledged failure to include chairman's review report along with the financial statements for year ended June 30, 2018 and June 30, 2019 respectively. Therefore, I am of the view that the provisions of Section 192 of the Act have been contravened and the respondents are liable under Section 193 of the Act. Taking cognizance of the submissions of the respondents and in exercise of the powers conferred under aforesaid provisions of the Act, I hereby impose penalty of Rs. 35,000/- (Rupees Thirty Five Thousand only) on Chairman. I also warn all the Respondents to be careful and ensure compliance of law in future.</p> <p>2. The aforesaid fines must be deposited in the designated bank account maintained with MCB Bank Limited in the name of the <i>Securities and Exchange Commission of Pakistan</i> within thirty days</p>



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	<p>from the receipt of this order and furnish receipted bank vouchers to the Commission. In case of non-deposit of the penalties, proceedings for recovery of the fines as arrears of land revenue will be initiated. It may also be noted that the said fines are imposed on respondents in their personal capacity, therefore, they are required to pay the said amount from personal resources.</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> <p>Penalty order dated February 17, 2021 was passed by Executive Director (Adjudication-I).</p>
6. Penalty Imposed	A Penalty of Rs. 35,000/- (Rupees Thirty Five Thousand only) was imposed on Chairman and remaining respondents were warned to ensure compliance of law in future.
7. Current Status of Order	No Appeal has been filed by the respondents

Redacted version issued on June 08, 2021 for placement of website of the Commission.