**Before**

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

**In the matter of Show Cause Notice issued to Crescent Textile Mills Limited**

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| Date of Hearing | May 05, 2020, May 12, 2020, June 09, 2020 |

**Order-Redacted Version**

Order dated December 15, 2020 was passed by Executive Director/Head of Department (Adjudication-I) in the matter of Crescent Textile Mills Limited. Relevant details are given as hereunder:

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| **Nature** | **Details** |
| 1. Date of Action
 | Show cause notice dated May 07, 2019 |
| 1. Name of Company
 | Crescent Textile Mills Limited  |
| 1. Name of Individual\*
 | The proceedings were initiated against the Board of Directors. |
| 1. Nature of Offence
 | Regulation 28 & Regulation 29 of the Listed Companies (Code of Corporate Governance) Regulations, 2017 read with 512 of the Companies Act, 2017. |
| 1. Action Taken
 | Key findings were reported in following manner:In light of the discussion and after careful consideration of all the facts of this case, I am of the view that the provisions of clause (a) and (b) to sub-regulation (1) of Regulation 28 and sub-regulation (1) of Regulation 29 of CCG Regulations have been contravened and the Respondents are liable under the Regulation 41 of the CCG Regulations. However, the respondent took remedial measures and complied the relevant provisions by appointing Mr.\*\*\* being independent director on both the Audit and HR Committees w.e.f. June 14, 2019. Taking cognizance of the submissions of the Respondents, I hereby conclude the proceedings with a warning to Respondents with the advice to ensure compliance of law in true letter and spirit in future.Nothing in this Order 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 Ordinance or the Act.  |
| 1. Penalty Imposed
 | Nil |
| 1. Current Status of Order
 | No Appeal has been filed by the respondents. |