



Securities and Exchange Commission of Pakistan

Adjudication Division Adjudication Department

Before

Amir M. Khan Afridi, Director/HOD (Adjudication-I)

In the matter of Show Cause Notice issued to S.G. Power Limited

Date of Hearing

November 12, 2021

Order-Redacted Version

Order April 22, 2022 was passed by Director/Head of Department (Adjudication-I) in the matter of S.G Power Limited. Relevant details are given as hereunder:

Nature	Details
1. Date of Action	Show cause notice dated September 27, 2021
2. Name of Company	S.G Power Limited
3. Name of Individual*	The proceedings were initiated against seven directors of S.G Power Limited.
4. Nature of Offence	Under Regulation 27 of the Listed Companies (Code of Corporate Governance) Regulations, 2019 read with Regulation 37 thereof and Section 512 of the Companies Act, 2017.
5. Action Taken	<p>Key findings were reported in following manner:</p> <p>I have gone through the fact of the case, available record and submission presented by the Representative and observed that constitution of BAC of the Company, for the year ended June 30, 2020, comprised of members; out of which two members namely Mr. **** and Mrs. **** were executive directors and its Chairman namely Mr. **** was not an independent director contrary to the requirements of regulation 27 of the CCC Regulations and that the Respondents have acknowledged the said contravention and are liable for penal action under regulation 37 of the CCG Regulations I, therefore, impose penalty of Rs. 50,000 (Rupees fifty thousand only) on Mr. ****, Chief Executive of the Company. The remaining Respondents are warned to ensure compliance of law in full letter and spirit in Future.</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, violation of the Act.</p>
6. Penalty Imposed	A Penalty of Rs. 50,000/- (Rupees fifty thousand only) was imposed on Chief Executive of the Company.
7. Current Status of Order	No appeal has been filed by the respondents.