



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 Globe Textile Mills Limited

Date of Hearing

May 28, 2022 and June 03, 2022

Order-Redacted Version

Order dated June 28, 2022 was passed by Director/Head of Department (Adjudication-I) in the matter of Globe Textile Mills Limited.

Nature	Details
1. Date of Action	Show cause notice dated April 13, 2022
2. Name of Company	Globe Textile Mills Limited
3. Name of Individual*	The proceedings were initiated against the against Globe Textile Mills Limited and its directors.
4. Nature of Offence	Under sub-regulation (1) of regulation 6 of the Listed Companies (Code of Corporate Governance) Regulations, 2017 read with regulation 41 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 facts of the case in light of the relevant provisions of the Act, the information available on record, and observe that the Respondents have failed to elect at least two independent directors in contravention with the requirement of sub-regulation (1) of Regulation 6 of the CCG Regulations. The said contravention attracts applicability of the penal provisions of Regulation 41 of the CCG Regulations and Section 512 of the Act. The default in terms of regulation 6 of the CCG Regulations persists till date of this order. Therefore, I impose the penalty of Rs. 50,000/- (Rupees fifty thousand only) on Globe Textile Mills Limited and warn the other respondents to be careful in future and ensure compliance with the relevant provisions of the regulations in letter and spirit.</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 the Company.
7. Current Status of Order	No appeal has been filed by the respondents.