

Before Amir M. Khan Afridi – Head of Department (Adjudication-I)

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

Dates of Hearing:

February 4, 2022, March 2, 2022 & March 22, 2022

Order - Redacted Version

Order dated May 9, 2022 was passed by Head of Department (Adjudication-I) in the matter of Apollo Textile Mills Limited. Relevant details are given as hereunder:

Nature	Details
1. Date of Action	Show Cause Notice dated December 24, 2021
2. Name of Company	Apollo Textile Mills Limited
3. Name of Individual*	The proceedings were initiated against the Company.
4. Nature of Offence	The Company failed to convene its Annual General Meeting for the financial year ended June 30, 2021 (the AGM) within a period of one hundred and twenty (120) days following the closure of its Financial Year (FY) contrary to the requirements of Section 132(1) of the Companies Act, 2017 (the Act).
5. Action Taken	<p>Key findings were reported in the following manner:</p> <p>Holding of AGM is a vital statutory requirement as it provides opportunity to the members to participate in the discussion and voting on agenda items of the general meeting which includes consideration and approval of the company's financial statements. The Company cannot absolve itself from its statutory duties pertaining to holding of AGMs, preparation and filing of annual and quarterly financial statements in a timely manner as specified under the law.</p> <p>The Company failed to convene its AGM for FY ended June 30, 2021 within the specified time period of one hundred and twenty days from the close of its FY. Review of the Company records transpires that the Company has not held its AGM for FY2021 till the date of this Order, which renders the Company liable to penal action under Section 132(5) of the Act.</p> <p>Therefore, in exercise of the powers conferred under sub-section (5) of Section 132 of the Act, I hereby impose a fine of Rs. 157,500/- (Rupees one hundred fifty-seven thousand, five hundred only) on the Company.</p>
6. Penalty Imposed	Penalty of Rs. 157,500/- imposed on the Company.
7. Current Status of Order	No Appeal has been filed by the Company.

Redacted version issued for placement on website of the Commission.