



# 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 Pervez Ahmed Consultancy Services Limited

Date of Hearing

June 08, 2022

### **Order-Redacted Version**

Order dated June 20, 2022 was passed by Director/Head of Department (Adjudication-I) in the matter of Pervez Ahmed Consultancy Services Limited. Relevant details are given as hereunder:

<b>Nature</b>	<b>Details</b>
1. Date of Action	Show cause notice dated May 18, 2022
2. Name of Company	Pervez Ahmed Consultancy Services Limited
3. Name of Individual*	The proceedings were initiated against the directors of the Company.
4. Nature of Offence	Under Section 166 of the Companies Act, 2017 read with Section 169 and 479 thereof and the Listed Companies (Code of Corporate Governance) Regulations, 2019.
5. Action Taken	<p>Key findings were reported in following manner:</p> <p>I have gone through the facts of the case, considered the submissions made in writing as well as during the hearing proceedings in light of the applicable legal provisions and state that in terms of Section 166(1) of the Act the independent director shall be appointed from the PICG's databank. In the instant case, the Respondents failed to appoint independent directors from the databank maintained by PICG, which is contravention of sub-section (1) of Section 166 the Act. The said contravention attracts applicability of the penal provisions contained in Section 169 of the Act. The said contravention persists till date of this order. Therefore, I in terms of Section 169 of the Act, hereby impose penalty of Rs. 50,000/- (Rupees Fifty Thousand only) on the Mr. *****, Chief Executive Officer, and warn other Respondents to be careful in future and ensure compliance with the provisions of the law 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 Chief Executive Officer of the Company.
7. Current Status of Order	No appeal has been filed by the respondents.