



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 Oil and Gas Development Company Limited

Date of Hearing

June 06, 2022

Order-Redacted Version

Order dated June 20, 2022 was passed by Director/Head of Department (Adjudication-I) in the matter of Oil and Gas Development Company Limited. Relevant details are given as hereunder:

Nature	Details
1. Date of Action	Show cause notice dated May 10, 2022
2. Name of Company	Oil and Gas Development Company Limited
3. Name of Individual*	The proceedings were initiated against the Chairman of the board of Directors.
4. Nature of Offence	Under Section 192 of the Companies Act, 2017 read with Sections 193 and 479 thereof.
5. Action Taken	<p>Key findings were reported in following manner:</p> <p>I have reviewed the facts of the case, considered the written submissions and the arguments made during the hearing in light of the aforesaid legal provisions and state that it is mandatory for the chairman of every listed company to attach review report, with annual audited financial statement issued under Section 223 of the Act; presenting overall performance of the board and effectiveness of its role in achieving the company's objectives. However, in the instant case, it was observed that the Respondent failed to annex and circulate the review report in 2020 Accounts, thereby contravened the provisions of Section 192 (4) of the Act. While agreed to the Representative's argument, that the said non-compliance was not intentional and willful but an innocent mistake, I, in terms of the power conferred under Section 193 of the Act, hereby conclude the proceedings initiated through the SCN without imposing any monetary penalty. The Respondent, is however, warned to ensure compliance with all the regulatory requirements including Section 192 of the Act in 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	Nil
7. Current Status of Order	No appeal has been filed by the respondents.