



# 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 Bannu Woolen Mills Limited**

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Date of Hearing

October 6, 2021

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### **Order-Redacted Version**

Order dated May 17, 2022 was passed by Director/Head of Department (Adjudication-I) in the matter of Bannu Woolen Mills Limited. Relevant details are given as hereunder:

<b>Nature</b>	<b>Details</b>
1. Date of Action	Show cause notice dated July 19, 2021
2. Name of Company	Bannu Woolen Mills Limited
3. Name of Individual*	The proceedings were initiated against the Company.
4. Nature of Offence	Under Section 218 of Companies Act, 2017 with Section 219 and 479 thereof.
5. Action Taken	<p>Key findings were reported in following manner:</p> <p>I have gone through the facts of case, relevant provisions of the law and records paced before me. The Company has acknowledged delays in transferring of its own as well as employees' contributions to the provident fund. After careful consideration of all the facts of the case, I am of the considered view that the Respondent has contravened the provisions of subsection (1) of Section 218 of the Act and is liable for penalty under Section 219 read with Section 479 thereof. However, keeping in view the fact that while taking cognizance of said contravention, the same has been rectified subsequently, as submitted by the Respondent, therefore, I hereby conclude the proceedings initiated through the SCN without imposing any monetary penalty. The Respondent is, however, warned to ensure compliance with all the applicable regulatory requirements including that of Section 218 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.