**Before**

**Amir M. Khan Afridi, Director/HOD (Adjudication-I)**

**In the matter of Show Cause Notice issued to Shams Textile Limited**

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| Date of Hearing | March 16, 2022, April 07, 2022 |

**Order-Redacted Version**

Order dated April 21, 2022 was passed by Director/Head of Department (Adjudication-I) in the matter of Shams Textile Limited. Relevant details are given as hereunder:

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| **Nature** | **Details** |
| 1. Date of Action | Show cause notice dated December 30, 2021 |
| 1. Name of Company | Shams Textile Limited |
| 1. Name of Individual\* | The proceedings were initiated against the Company. |
| 1. Nature of Offence | Under Section 218 of Companies Act, 2017 read with Sections 219 and 479 thereof. |
| 1. Action Taken | Key findings were reported in following manner:  I have gone through the facts of case, relevant provisions of the law and records placed before me. The Company has acknowledged delays in transferring its own as well as employee's contributions to the provident fund. After careful consideration of all the facts of the case, I am of the considered view that the Respondents have contravened the provisions of subsection (2) of Section 218 of the Act and are liable for penalty under Section 219 of the Act read with Section 479 thereof. However, keeping in the fact that the Company subsequent to SCN deposited the entire outstanding amount, therefore the proceedings are concluded with a warning to the Company to be cognizant and careful in compliance of legal requirements.  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. |
| 1. Penalty Imposed | Nil |
| 1. Current Status of Order | No Appeal has been filed by the respondents. |