

**Before Amir Saleem, Additional Director/Head of Wing (Adjudication-I)**

**In the matter of Show Cause Notice issued to Al- Ghazi Tractors Limited**

Date of Hearing:

April 14, 2022

**Order - Redacted Version**

Order dated April 21, 2022 was passed by Additional Director/Head of Wing (Adjudication-I) in the matter of Al- Ghazi Tractors Limited. Relevant details are given as hereunder:

<b>Nature</b>	<b>Details</b>
1. Date of Action	Show Cause Notice dated February 21, 2022
2. Name of Company	Al- Ghazi Tractors Limited
3. Name of Individual*	The proceedings were initiated against the Board of Directors including the CEO and CFO ( <b>Respondents</b> ) of the Company.
4. Nature of Offence	The Company is in contravention of Section 237 read with Section 479 of the Companies Act, 2017 ( <b>the Act</b> ) read with Circular No. 24 of 2017, vis-à-vis failing to electronically transmit its periodic financials for the periods ended March 31, 2021, June 30, 2021 and September 30, 2021 with the Commission within the statutory timeframes.
5. Action Taken	<p>Key findings were reported in the following manner:</p> <p>I have analyzed the facts of the case and the relevant provisions of the Act. The Respondents including the CEO and CFO have fiduciary duties towards the Company and its shareholders while providing information to various stakeholders concerning their performance as to how diligently and ethically they are discharging their fiduciary duties and responsibilities. Respondents including the CEO as well as the CFO are obliged to ensure that such mechanisms are in place and appropriate actions be taken whereby financial reporting of the company is timely achieved, whilst ensuring due compliance of the law. The preparation and circulation of quarterly accounts rests with the Respondents including the CEO and CFO of the Company who are required to take appropriate action within the time stipulated under the law.</p> <p>In view of the preceding facts, I have concluded that the pertinent provisions of the statute have been violated, and the Respondents are liable to penal action in terms of Section 237 of the Act as a result of failing to electronically transmit the Company's interim financial statements for the periods ended March 31, 2021, June 30, 2021 and September 30, 2021 with the Commission within the statutory timeframes.</p> <p>Therefore, in exercise of powers conferred under sub-section (4) of Section 237 of the Act, I hereby impose penalties of Rs. 15,000/- each on the CEO and CFO for the afore-mentioned default periods.</p>
6. Penalty Imposed	Penalty aggregating Rs. 30,000/- imposed on the CEO and CFO of the Company.
7. Current Status of Order	No Appeal has been filed by the Respondents.

**Redacted version issued for placement on website of the Commission.**