

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

In the matter of Show Cause Notice issued to Citi Pharma Limited

Date of Hearing:

June 21, 2022

Order - Redacted Version

Order dated July 7, 2022 was passed by Additional Director/Head of Wing (Adjudication-I) in the matter of Citi Pharma Limited. Relevant details are given as hereunder:

Nature	Details
1. Date of Action	Show Cause Notice dated May 14, 2022
2. Name of Company	Citi Pharma Limited
3. Name of Individual*	The proceedings were initiated against the Board of Directors including the CEO and CFO (Respondents) of the Company.
4. Nature of Offence	The Company is in contravention of Section 237 read with Section 479 of the Companies Act, 2017 (the Act) read with Circular No. 24 of 2017, vis-à-vis failing to electronically transmit its periodic financials for the periods ended September 30, 2021 and December 31, 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. In order to ensure transparency, all companies must meticulously adhere to the law for preparation and circulation of interim financial statements. The preparation and circulation of quarterly accounts rests with the Respondents who are required to take appropriate action within the time stipulated under the law.</p> <p>In this context, I have reviewed Company records which reveal that financial statements for the periods ended September 30, 2021 and December 31, 2021 have been filed with the Registrar via eServices as well as electronically transmitted to the Commission on the designated email address on June 3, 2022, and the same have been disseminated through the PSX on November 1, 2021 and February 28, 2022, respectively.</p> <p>In view of the preceding facts, I hereby conclude the proceedings with a warning to the Respondents reminding them of their fiduciary duties and responsibilities towards all stakeholders, and advise them to ensure that such mechanisms are in place and appropriate actions are taken whereby financial reporting of the Company is timely achieved, whilst ensuring due compliance of the law.</p>
6. Penalty Imposed	No penalty imposed on the Respondents.
7. Current Status of Order	No Appeal has been filed by the Respondents.

Redacted version issued for placement on website of the Commission.