

Before Amir Saleem, Additional Director/Head of Wing (Adjudication-I)
In the matter of Show Cause Notice issued to WorldCall Telecom Limited

Dates of Hearing:

February 11, 2022 & March 15, 2022

Order - Redacted Version

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

Nature	Details
1. Date of Action	Show Cause Notice dated January 10, 2022
2. Name of Company	WorldCall Telecom 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 period ended September 30, 2021 with the Commission within the statutory timeframe.
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. Moreover, the Respondents 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 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.</p> <p>In view of the foregoing, I have come to the conclusion that the Company failed to electronically transmit its interim financial statements for the period ended September 30, 2021 within the time frames as stipulated under the law. Hence, the pertinent provisions of the law have been violated, which renders Respondents liable to penal action in terms of Section 237 of the Act.</p> <p>Therefore, in exercise of powers conferred under sub-section (4) of Section 237 of the Act, I hereby impose penalties of Rs.10,000/- each on the Chairman, CEO and CFO for the afore-mentioned default period.</p>
6. Penalty Imposed	Penalty aggregating Rs. 30,000/- imposed on the Chairman, 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.