

Before

Amir Saleem - Additional Director/Head of Wing

In the matter of

**M/s Moore Shekha Mufti Chartered Accountants
Cost Auditor of Sindh Abadgar's Sugar Mills Limited**

Date of Hearing

November 28, 2022

Order-Redacted Version

Order dated December 27, 2022, was passed by Head of Wing (Adjudication-I) in the matter of M/s Moore Shekha Mufti Chartered Accountants Cost Auditor of Sindh Abadgar's Sugar Mills Limited. Relevant details are given hereunder:

Nature	Details
1. Date of Action	Show Cause Notice dated October 12, 2022
2. Name of Company	M/s Moore Shekha Mufti Chartered Accountants Cost Auditor of Sindh Abadgar's Sugar Mills Limited
3. Name of Individual*	The proceedings were initiated against the Board of Directors of Company
4. Nature of Offence	Under Section 512(2) of the Companies Act, 2017 read with regulations 6(3) and 7 of the Companies (Maintenance and Audit of Cost Accounts) Regulations, 2020
5. Action Taken	Key findings are given as hereunder: I have gone through the facts of the case, submissions made in writing by the Cost Auditor and the arguments made by the Authorized Representative during the hearing proceedings and state that the cost auditor is required to make out a report within 180 days of the close of financial year to which cost audit relates as required under regulation 6(3) of the Regulations. In the instant matter, the cost auditor submitted a copy of the cost audit report for the year ended September 30, 2021 to the Commission on July 13, 2022 with a delay of 106 days, which was caused due to non-availability of timely information by the Company to the Cost Auditor to finalize the cost audit report. Therefore, taking cognizance of submission of the Cost Auditor, I, in terms of powers conferred under Regulation 7 of the Regulations read with Section 512 of the Act, hereby conclude the proceedings initiated through the SCN without imposing any monetary penalty. The Cost Auditor are however, advised to exercise caution in ensuring compliance with all the regulatory requirements including Regulations 6(3) of the Regulations in letter and spirit, in future.

	Nothing in this Order may be deemed to prejudice the operation of any provision of the Regulations/Act providing for imposition of penalties in respect of any default, omission or violation of the Regulations/Act.
6. Penalty Imposed	Nil
7. Current Status of Order	No appeal was filed.