***Before Ali Azeem Ikram, Executive Director/HOD (Adjudication-I)***

**In the matter of Show Cause Notice issued to Crescent Star Insurance Limited**

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| Date of Hearing | October 20, 2020 |

**Order-Redacted Version**

Order dated November 10, 2020 was passed by Executive Director/Head of Department (Adjudication-I) in the matter of Crescent Star Insurance Limited. Relevant details are given as hereunder:

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| **Nature** | **Details** |
| * Date of Action | Show Cause notice dated June 4, 2020 |
| * Name of Company | Crescent Star Insurance Limited |
| * nsurance | The proceedings were initiated against the Company i.e. Crescent Star Insurance Limited and its Board of Directors. |
| * Nature of Offence | Proceedings under section 130 read with Section 156 and 158 of the Insurance Ordinance, 2000. |
| * Action Taken | Key findings of default of Regulations were reported in the following manner:  I have carefully examined the facts of the case in light of the applicable provisions of the law and have given due consideration to the written as well as verbal submissions and arguments of the Respondents. I am of the considered view that the Respondents did not ensure their compliance with the mandatory provisions of the Regulations:  In view of the facts, the Provisions of Section 130(3) of the Ordinance have been violated in the matter as the appeal of the Company was dismissed vide the Hon’ble President’s Order dated March 16, 2017 and consequently, the Order dated October 27, 2016 has attained the finality under the provisions of Section 130(3) of the Ordinance. Therefore, the company is required to ensure compliance with the Order dated October 27, 2016 passed by the FIO. Therefore, in exercise of the power conferred on me under Section 130 (3) of the Ordinance and other enabling provisions of the Law, the company is hereby directed to ensure fully compliance with the FIO’s order dated October 27, 2016. Moreover, in terms of power under section 156 of the Ordinance, a penalty of Rs. 745,000/- (**Seven Hundred Forty Five Thousand only)** is hereby imposed on the Company. Further, the Respondent is hereby warned to:   * Exercise utmost care and due diligence in providing the information to FIO, particularly the reference No. of the petition may be misleading or deceptive conduct of the Company. * Ensure full compliance with Ordinance, Rules, Regulations and Directives of the Commission, in future.   Penalty Order dated November 10, 2020 was passed by Executive Director (Adjudication-I). |
| * Penalty Imposed | Penalty of 745,000/- (Rupees Seven Forty Five Hundred Thousand only**)** was imposed. |
| * Current Status of Order | Appeal was filed against the order. |

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