

Secd
SECURITIES & EXCHANGE COMMISSION OF PAKISTAN

(Adjudication Department-II, Adjudication Division)

4th Floor State Life Building No.2, Wallace Road, Karachi.

Website: www.secp.gov.pk

CASE No. 4713/2021

BEFORE THE ADJUDICATING OFFICER

ORDER UNDER SECTION 130 READ WITH SECTION 479 OF THE COMPANIES ACT, 2017

IN THE MATTER OF YOUNG'S (PRIVATE) LIMITED

Present: Aminuddin Ansari


(Authorized Representative / Officer of the Company)

Date of hearing: 22-06-2021

1. This Order shall dispose of the proceedings initiated under Section-130 of the Companies Act, 2017 ("The Act"), vide Show Cause Notice dated 27-05-2021["the Notice"].
2. The facts of the case are that the company was required to file its annual returns within thirty days from the date of the Annual General Meeting (AGM) held in the year or, when no such meeting is held or if held is not concluded, from the last day of the calendar year to which it relates in terms of provisions of section 130(3) of the Act.
3. However, the record of the company registration office revealed that the company has failed to file its annual returns for the year 2019, in violation of the above said provisions of law.
4. This constituted violation of law and rendered the company liable to penalty of level – 1 on the standard scale, provided under section 130(6)(b) read with section 479(2) of the Act. Accordingly, taking cognizance of the matter, a Show Cause Notice dated 27-05-2021 was served to the company through its Chief Executive as well as the directors of the company, calling upon them to Show Cause in my office on 16-06-2021, as to why the penalty laid down under the above mentioned section should not be imposed.
5. On the date of hearing, authorized representative of the Company appeared before me in person. While admitting the default, he stated that the above said annual return could not be filed as required under the law due to oversight and lack of understanding of Proviso of Section 130 (5) because there was no change in particulars of the company. Further, the company did not realize that it had to file

Form (C). However, now we have filed relevant Form-A with delay which is regretted.

6. The contention of the authorized representative of the company that the annual returns could not be filed in accordance with law is not a justifiable excuse, as it shows negligence on the part of management of the company who is responsible to manage, pursue and make sure that annual returns and other statutory returns are duly being filed by the company within statutory time period. However, keeping in view that the company has now made good of the default and the assurance given by the authorized representative that the management of the company will ensure timely compliances of statutory requirements in future, I am convinced to take a lenient view. Hence, a penalty of **Rs: 10000/=** is hereby imposed on the company only.
7. The management of the company is advised to deposit the penalty amount within 30 days from the date of receipt of this order in any designated branches of MCB Bank Limited or UBL Bank and furnish original receipted challan to this office within the above said period positively.
8. A copy of this order be placed on the record/file of the company for future reference and further appropriate action to be taken by the concerned registrar, if any.


(ZIA UL RASHEED ABBASI)
ADJUDICATING OFFICER /
ADDITIONAL REGISTRAR

Dated: 22-06-2021