**Before**

**Amir M. Khan Afridi, Director/HOD (Adjudication-I)**

**In the matter of Show Cause Notice issued to G3 Technologies Limited**

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| Date of Hearing | December 14, 2021, January 19, 2022 |

**Order-Redacted Version**

Order dated March 8, 2022 was passed by Director/Head of Department (Adjudication-I) in the matter of G3 Technologies Limited. Relevant details are given as hereunder:

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| **Nature** | **Details** |
| 1. Date of Action | Show cause notice dated September 28, 2021 |
| 1. Name of Company | G3 Technologies Limited (previously known as Service Fabrics Limited) |
| 1. Name of Individual\* | The proceedings were initiated against Seven Directors. |
| 1. Nature of Offence | Under Section 166 of the Companies Act, 2017 read with Section 169 and 479 thereof. |
| 1. Action Taken | Key findings were reported in following manner:  I have gone through the facts of the case, the Respondents' submissions both written and oral and the applicable provisions of the Act and observed that the Company has three independent directors namely Mr. \*\*\*\*, Mr.\*\*\*\*, and Mrs. \*\*\*\* on its Board for the year ended June 30, 2020. It was acknowledged by the Respondents none of the said three (3) independent directors were registered with and enrolled in the databank of PICG till the date of the SCN i.e. September 28, 2021. Subsequently, the Company held election of directors in October 2021 wherein three independent directors, namely Ms. \*\*\*\*, Mr. \*\*\*\* and Mr.\*\*\*\* were elected and the said directors are stated to be registered in databank of PICG. From the above discussion and after careful consideration of all the facts of this case, I am of the view that the Respondents have contravened provisions of Section 166 of the Act at the relevant time. The Respondents are, therefore, liable for penalty under Section 169 of the Act. However, taking cognizance of subsequent ratification of the said non-compliance, and in exercise of the powers conferred under aforesaid provisions of the Act, I hereby impose cumulative penalty of Rupees fifty thousand (Rs. 50,000 only) on the Chairman and Chief Executive Officer. Further, remaining Respondent are advised to ensure compliance of relevant law in letter in spirit in future.  Nothing in this Order may be deemed to prejudice the operation of any provision of the Act providing for imposition of penalties in respect of any default, omission, violation of the Act. |
| 1. Penalty Imposed | Cumulative penalty of Rs. 50,000/- (Rupees Fifty thousand only) was imposed on the Chairman and Chief Executive Officer. |
| 1. Current Status of Order | No Appeal has been filed by the respondents. |