

*Before*

**Abid Hussain - Executive Director/Head of Department**

*In the matter of*

**Leather Up Limited**

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Date of Hearing

September 22, 2022

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**Order-Redacted Version**

Order dated October 07, 2022, was passed by Head of Department (Adjudication-I) in the matter of Leather Up Limited. Relevant details are given hereunder:

Nature	Details
1. Date of Action	Show Cause Notice dated August 15, 2022
2. Name of Company	Leather Up Limited
3. Name of Individual*	The proceedings were initiated against the Company and its Board of Directors
4. Nature of Offence	Under regulation 6 Listed Companies (Code of Corporate Governance) Regulations, 2019 read with Section 166(1) of Companies Act, 2017 and Sections 169 thereof
5. Action Taken	<p>Key findings are given as hereunder:</p> <p>I have gone through the facts of the case, considered the submissions made in writing as well as during the hearing proceedings in light of the aforementioned legal provisions. In this regard, it is observed that the Respondent appointed only one independent director namely Mr. Mohsin Khursheed, on its board, instead of two. Further, Mr. Mohsin Khursheed was not found registered with PICG databank. The Respondents, therefore, failed to appoint requisite number of independent directors on its board from PICG databank, however, the said defaults are now rectified and the Company has complied with Regulation 6 of the CCG Regulations and Section 166 of the Act. Therefore, I in terms of power conferred under Section 169 of the Act and Regulation 37 of the CCG Regulations read with Section 512 of the Act hereby conclude the proceedings initiated through the SCN without imposing any monetary penalty. The Respondents are however, warned to ensure compliance with all the regulatory requirements including Section 166 of the Act and Regulations 6 of the CCG Regulations in letter and spirit, in future.</p>

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