

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

In the matter of Show Cause Notice issued to Habib Insurance Company Limited

Dates of Hearing

June 08, 2022

Order-Redacted Version

Order dated June 10, 2022 was passed by Director/Head of Department (Adjudication-I) in the matter of Habib Insurance Company Limited. Relevant details are given as hereunder:

Nature	Details
1. Date of Action	Show cause notice dated March 25, 2022.
2. Name of Respondent	Habib Insurance Company Limited (the Company and/ or the Respondent).
3. Nature of Offence	Alleged contraventions of <u>rule 58 of the Insurance Rules, 2017 (the Rules)</u> read with <u>Section 156 of the Insurance Ordinance, 2000 (the Ordinance)</u>
4. Action Taken	Key findings were reported in the following manner: I have reviewed the facts of the case and considered the written and verbal submission of the Respondent in light of the applicable provisions of the law and state that the Company did not comply with the mandatory requirements of rule 58 (1) of the Rules in respect of the identified eleven (11) policies issued during year 2021. The Company has conceded the said non-compliance and gave written assurance that the full compliance would be ensured with the said provisions of the law in future. Therefore considering the nature of insurance cover under "Marine Open Insurance Policies" against which settlement of premium was made on arrival of shipment at the destination basis, no penalty is being imposed on the Company this time. Nonetheless, the Company is hereby warned to ensure compliance with the mandatory provisions of rule 58 of the Rules, in letter and spirit, in future.
5. Penalty Imposed	Warning
6. Current Status of Order	No Appeal has been filed by the respondents.

