

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

**In the matter of Show Cause Notice issued to Pak Qatar Family Takaful Limited**

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Dates of Hearing

May 04, 2021

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**Order-Redacted Version**

Order dated September 06, 2021 was passed by Director/Head of Department (Adjudication-I) in the matter of Pak Qatar Family Takaful Limited. Relevant details are given as hereunder:

<b>Nature</b>	<b>Details</b>
1. Date of Action	Show cause notice dated October 02, 2020.
2. Name of Respondent	Pak Qatar Family Takaful Limited (the Respondent)
3. Nature of Offence	<u>Alleged contraventions of Sections 12(4), 76(1), 95 read with section 156 of the Insurance Ordinance, 2000 (the Ordinance); rule 62 of the Insurance Rules, 2017 (the Insurance Rules); regulations 10(b), 15(4), 17(a), 17(g) and 17(h) of the Bancassurance Regulations, 2015 (the Regulations) and rule 6(1)(d) of the Unit Linked Products and Fund Rules, 2015 (the Fund Rules).</u>
4. Action Taken	<p>Key findings were reported in the following manner:</p> <p>I have carefully examined the facts of the case in light of the applicable provisions of law and have also gone through the written and verbal submissions of the Respondents, and I am of the view that violations of Sections 12(4), 76(1), 95 of the Insurance Ordinance, 2000; rule 62 of the Insurance Rules, 2017; regulations 15(4), 17(a), 17(g) and 17(h) of the Bancassurance Regulations, 2015; rule 6(1)(d) Continuation of the Sheet Unit Linked Products and Fund Rules, 2015 have been established and the Respondents are liable to be penalized under Section 156 of the Ordinance.</p> <p>Section 156 of the Ordinance is reproduced as under:</p> <p><i>"Penalty for default in complying with, or acting in contravention of this Ordinance.- Except as otherwise provided in this Ordinance, any insurer who makes default in complying with or acts in contravention of any requirement of this Ordinance, or any direction made by the Commission, the Commission shall have the power to impose fine on the insurer, and, where the insurer is a</i></p>

	<p><i>company, any director, or other officer of the company, who is knowingly a party to the default, shall be punishable with fine which may extend to one million rupees and, in the case of a continuing default, with an additional fine which may extend to ten thousand rupees for every day during which the default continues. ”</i></p> <p>In exercise of the powers conferred on me under Section 156 of the Ordinance, I, hereby impose a fine of Rs. <u>275,000/-</u> (Rupees Two Hundred Seventy-Five Thousand Only) on the Company on account of the established defaults of the provisions of the law, as mentioned in the above paras</p>
5. Penalty Imposed	Rs. 275,000/-
6. Current Status of Order	Penalty deposited and No Appeal has been filed by the respondents.