

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

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

Dates of Hearing

June 02, 2022

Order-Redacted Version

Order dated June 13, 2022 was passed by Director/Head of Department (Adjudication-I) in the matter of Reliance Insurance Company Limited. Relevant details are given as hereunder:

Nature	Details
1. Date of Action	Show cause notice dated May 17, 2022.
2. Name of Respondent	Reliance Insurance Company Limited (the Company and/ or the Respondent).
3. Nature of Offence	Alleged contraventions of <u>rules 2(1)(b)(i), 4 and 8 of the Credit and Suretyship (Conduct of Business) Rules 2018 (the CS Rules) read with 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 as well as verbal submissions of the Respondent Company and its Representative, in light of the applicable provisions of the law and observed that non-compliance of rules 2(1)(b)(i) and 4(2) of the CS Rules is conceded and established, which attracts applicability of Section 156 of the Ordinance read with rule 8 of the CS Rules. Therefore, in exercise of powers conferred under Section 156 of the Ordinance, a penalty of <u>Rs. 50,000/- (Rupees Fifty Thousand Only)</u> is imposed on the Company, on account of the aforesaid established and conceded non-compliance.
5. Penalty Imposed	Rs. 50,000/-
6. Current Status of Order	Penalty deposited and No Appeal has been filed by the respondent.

