

**Before Ali Azeem Ikram, Executive Director/HOD (Adjudication-I)**

**In the matter of Show Cause Notice issued to Hammad Ashfaq (Pvt.) Limited**

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Date of Hearing

April 27, 2020

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**Order-Redacted Version**

Order dated May 28, 2020 was passed by Executive Director/Head of Department (Adjudication-I) in the matter of Hammad Ashfaq (Pvt.) Limited. Relevant details are given as hereunder:

| Nature                 | Details   |
|------------------------|---|
| 1. Date of Action      | Show cause notice dated November 26, 2018   |
| 2. Name of Company     | Hammad Ashfaq (Pvt.) Limited  |
| 3. Name of Individual* | The proceedings were initiated against the Company i.e. Hammad Ashfaq (Pvt.) Limited, its Chief Executive and its Board of Directors.   |
| 4. Nature of Offence   | Proceedings under Rule 43(3)(c) of Insurance Rules, 2017 read with Sections 112(4), 112(6) and Rule 46(3)(c) read with Sections 113(4) and 113(6) and Section 158 of the Insurance Ordinance, 2000 (the "Ordinance").   |
| 5. Action Taken        | <p>Key findings of default of the provisions of the law were reported in the following manner:</p> <p>I have carefully examined the facts of the case in light of the applicable provisions of the law and have given due consideration to the written as well as verbal submissions and arguments of the Respondents. I am of the view that violation of Rule 46(3)(c) read with Section 113(4) and Section 113(6) and Section 158 of the Insurance Ordinance, 2000 is established and conceded. The Respondent ASO/CEO is liable for punitive action under Section 158 of the Ordinance and cancellation of registration to act as ASO in terms of 113(6) of the Ordinance.</p> <p>In exercise of the powers conferred on me under Section 113(6) of the Ordinance, I, instead of cancelling the registration of the Respondent ASO/CEO to act as ASO, take a lenient view and warn the Respondent to be careful in future. However, in view of persistent and material misstatement made by the Respondent in his application for registration to act as ASO, I hereby impose a fine of Rs. 25,000/- (Rupees Twenty-Five Thousand Only) on the Respondent ASO/CEO; namely; Mr. Ashfaq Ahmed, in terms of Section 158</p> |



**Securities and Exchange Commission of Pakistan**  
**Adjudication Division**  
**Adjudication Department-I**

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|                            | of the Ordinance. Further, the Respondent is also directed to observe strict compliance of the provisions of the Ordinance, Rules and Regulations, in future.<br>Order dated May 28, 2020 was passed by Executive Director (Adjudication-I). |
| 6. Penalty Imposed         | A penalty of Rs. 25,000/- (Rupees twenty-five thousand only) was imposed on the CEO.   |
| 7. Current Status of Order | Penalty was deposited.   |

Redacted version issued for placement of website of the Commission.