

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

**In the matter of Show Cause Notice issued to The Cooperative Insurance Society of Pakistan Ltd.**

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Dates of Hearing

January 17, 2022

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**Order-Redacted Version**

Order dated April 20, 2022 was passed by Director/Head of Department (Adjudication-I) in the matter of The Cooperative Insurance Society of Pakistan Ltd. Relevant details are given as hereunder:

| <b>Nature</b>          | <b>Details</b>  |
|------------------------|---|
| 1. Date of Action      | Show cause notice dated October 07, 2021.   |
| 2. Name of Company     | The Cooperative Insurance Society of Pakistan Ltd. (CISPL and/or the Respondent)  |
| 3. Name of Individual* | The proceedings were initiated against the Company.   |
| 4. Nature of Offence   | Alleged contraventions of <u>Sections 12(1)(e), 39, and 45 of the Insurance Ordinance, 2000; rule 58 of the Insurance Rules, 2017 (the Rules); and Clauses (xiii) &amp; (xiii) (b) (ii) of the Code of Corporate Governance for Insurers, 2016 read with Section 156 of the Insurance Ordinance 2000 (the Ordinance).</u>   |
| 5. Action Taken        | Key findings were reported in the following manner:<br><br>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 verbal and written submissions of the Respondent and its Representatives. The Respondent has failed to comply with mandatory requirements of 12(1)(e), Section 39, Section 45 of the Ordinance, rules 58 of the Rules and clauses (xiii) & (xiii)(b)(ii) of the Code, for which the Respondent is liable to punitive action under Section 156 of the Ordinance.<br><br>In exercise of the powers conferred under Section 156 of the Ordinance, I, hereby, impose a fine of <u>Rs. 200,000/- (Rupees Two Hundred Thousand Only)</u> on the Respondent on account of established defaults of the Company. |

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| 6. Penalty Imposed         | Rs. 200,000/-                                |
| 7. Current Status of Order | No Appeal has been filed by the respondents. |