

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

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

Dates of Hearing

September 16, 2021

Order-Redacted Version

Order dated December 03, 2021 was passed by Director/Head of Department (Adjudication-I) in the matter of Trafco Insurance Company Limited. Relevant details are given as hereunder:

Nature	Details
1. Date of Action	Show cause notice dated June 11, 2021.
2. Name of Respondent	Trafco Insurance Company Limited (the Company)
3. Nature of Offence	Alleged contraventions of <u>rules 2, 4, 6 and 8 of the Credit and Suretyship (Conduct of Business) Rules, 2018 (the Rules) read with Section 156 of the Insurance Ordinance, 2000 (the Ordinance).</u>
4. Action Taken	<p>Key findings were reported in the following manner:</p> <p>I have examined the facts of the case in light of the applicable provisions of the law and the written as well as verbal submissions by the Respondent Company/ Representatives and observed that the Company has failed to comply with the requirements of rules 2, 4 and 6 of the Rules. The Company's this failure attracts applicability of Section 156 of the Ordinance read with rule 8 of the Rules. During the hearing, the Representatives of the Company expressed their seriousness and commitment towards rectification of all the non-compliances and assured about timely compliance with all the applicable laws in future, in letter and spirit.</p> <p>Keeping in view the above, it is stated that although, the Company has recently rectified certain non-compliances, has expressed seriousness about rectification of the remaining non-compliances, and has committed for timely compliance with all the applicable laws, in future, but non-compliances are established. Therefore, in exercise of the powers conferred on me under Section 156 of the Ordinance, I, hereby, impose a nominal</p>

	fine of Rs. 30,000/- (Rupees Thirty Thousand Only) on the Company on account of the aforementioned non-compliance.
5. Penalty Imposed	Rs. 30,000/-
6. Current Status of Order	Penalty Deposited and No Appeal has been filed by the respondents.