

May 05, 2000 SECP cancels the registration of M/s Chartered Management Services (Pvt) Limited for mis-appropriation of funds of Unicap Modaraba.

The Registrar Modaraba has in the public interest canceled the registration of M/s. Chartered Management Services (Pvt) Limited and remove it from the Management of Unicap Modaraba and appointed M/s. Al-Zamin Modaraba Management (Pvt) Limited to take over the management of Unicap.

M/s. Chartered Management Services (Pvt) Limited was registered as Modaraba Company on 21-04-1991 under section 6 of the Modaraba Companies and Modaraba (Floatation & control) Ordinance, 1980. The company was authorized to float Modaraba under the name and style of Unicap Modaraba on 06-10-1991. The performance of the Modaraba has been good upto the year 1997. Thereafter the operating results of the Modaraba started deteriorating. The auditors of the Modaraba while qualifying their report to the annual accounts of the Modaraba for the year ended 30-06-1999 indicated grave mis-appropriation of funds of the Modaraba. The Chief Executive and Chairman were called on for a meeting with Commissioner (E&M), SECP and with the Registrar Modaraba when they stated that they have no means to protect the Modaraba interest and its investment.

A show cause notice was issued to the Chief Executive and all directors of the Modaraba company under section 19, 20 and 21 ibid and Section 142(4) of the Companies Ordinance, 1984. They were directed to appear before the Registrar Modaraba, but no one appeared hence in terms of para 8 of the said show cause notice, the matter was decided ex-parte.