

As
[TO BE INTRODUCED IN THE SENATE]

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further to amend the Limited Liability Partnership Act, 2017

WHEREAS it is expedient further to amend the Limited Liability Partnership Act, 2017 (XV of 2017) for the purposes hereinafter appearing;

It is hereby enacted as follows:-

1. Short title and commencement.- (1) This Act may be called the Limited Liability Partnership (Amendment) Act, 2023.

(2) It shall come into force at once.

2. Amendment of Section 20, Act XV of 2017.- In the Limited Liability Partnership Act, 2017 (XV of 2017), in Section 20, in sub-section (6), for the full stop "." occurring at the end, a colon ":" shall be substituted and thereafter the following proviso shall be added, namely:-

"Provided that in case the default relates to non-compliance of sub-section (3) and such default has been rectified either prior to or within thirty days of issuance of the notice by the Commission, no penalty shall be imposed in this regard and proceedings under this section in respect of such default shall be deemed to be concluded."

STATEMENT OF OBJECTS AND REASONS

The Limited Liability Partnership (LLP) companies are required to file their statement of accounts every year in the manner prescribed by Securities and Exchange Commission of Pakistan (SECP). The Limited Liability Partnership Act, 2017 prescribes penalty for contravention of the provisions regarding maintenance of books of accounts, other records and audit. However, nothing is provided as remedy if the defaulting Limited Liability Partnership Company intends to rectify the default in filing of required statements and accounts. This amendment aims at providing the remedy to the Limited Liability Partnership Company if it has rectified the default either prior to or within thirty days of issuance of the notice by the SECP.

**SENATOR SHAHADAT AWAN
MEMBER-IN-CHARGE**