



Securities and Exchange Commission of Pakistan
Company Law Division
Corporatization and Compliance Department

No.CLD/CCD/602/8/2018-

June 13, 2018

Circular No. 8 /2018

Subject: Policy on Establishment & Functioning of Private Security Companies, 2018

In terms of Ministry of Interior's letter No.4/65/2005/S-II dated 4.6.2018 forwarding 'Policy on Establishment & Functioning of Private Security Companies, 2018' (the 'policy'), new proposed and existing security companies are required to increase and maintain their authorized capital as well as paid up capital of more than 10 million rupees. In addition, as per policy, single member companies are not eligible to be formed as private security company.

2. In this regard, it is advised that the following documents shall be filed with the relevant Company Registration Office (the 'CRO') of the Commission if the authorized and paid up capital requirements are not already fulfilled:-

(a) By the new proposed private security companies:


Duly signed memorandum and articles of association showing authorized capital and paid up capital of more than Rs.10 million (say at least Rs.10.1 million) and in already filed cases which are waiting for NOC, duly revised and signed memorandum and articles of association; and

(b) By the existing private security companies already registered with the Commission:

Form-7 and Form-26 along with revised memorandum and articles of association to increase their authorized capital, and Form-3B and Form-3 to increase their paid up capital by issue of further shares in accordance with the provisions of section 83 of the Companies Act, 2018 (the 'Act') along with reports or documents as may be required in terms of section 70 of the Act.

3. In case of single member companies having objects of a private security company, whether new proposed or already registered, necessary documents to form or to convert into a normal private company shall be filed along with documents relating to additional subscriber(s)/director(s), which shall be forwarded for security clearance and grant of NOC by the M/o Interior.

4. In case of failure by the existing single member or private security companies to file the required documents with the CRO to meet the above requirements, the cases of such companies shall be referred to Ministry of Interior for further appropriate action.


(Mubasher Saeed Saddozai)
HoD/ Director (CCD)

Distribution:

1. The Institute of Chartered Accountants of Pakistan, Karachi.
2. The Institute of Cost & Management Accountants of Pakistan, Karachi.
3. The Institute of Corporate Secretaries of Pakistan, Karachi.
4. Federation of Pakistan Chambers of Commerce and Industry, Karachi.
5. All Company Registration Offices.
6. Official website for information.
7. Ministry of Interior, Islamabad.
8. Office copy.