



#### Decision No. (2) of 2017

## قرار رقم ( 2 ) لسنة 2017

#### Concerning

#### Fines and Sanctions for Contraventions of the **Dubai Creative Clusters Private Companies** Regulations 2016

### اعتماد الغرامات والعقوبات بخصوص مخالفة أحكام اللوائح المنظمة للشركات الخاصة في المجمعات الإبداعية بدبي لسنة 2016

Companies Regulations 2016, as amended,

بعد الإطلاع على اللوائح المنظمة للشركات الخاصة في المجمعات After perusal of the Dubai Creative Clusters Private الإبداعية بدبي لسنة 2016 وتعديلاتها،

Licensing Regulations 2003, as amended,

ولوانح الترخيص الصادرة عن سلطة منطقة دبي الحرة للتكنولوجيا The Dubai Technology and Media Free Zone والإعلام لسنة 2003 وتعديلاتها،

Licensing Decision No. (1) of 2014 relating to Licensing Categories, as amended,

والقرار رقم (1) لسنة 2014 بشأن فئات الترخيص لدى سلطة منطقة The Dubai Technology and Media Free Zone دبي الحرة للتكنولوجيا والإعلام وتعديلاته،

Regulations 2016, the following decision is hereby issued:

وبموجب السلطات الممنوحة لي بموجب اللوائح المنظمة للشركات and by virtue of the powers vested in me under the الخاصة في المجمعات الإبداعية بدبي لسنة 2016، تقرر إصدار Dubai Creative Clusters Private Companies القرار التالي:

#### **Definitions** Article (1)

#### التعريفات المادة (1)

For the purposes of this Decision, any term(s) used in this Decision shall have the meaning stipulated under the Dubai Creative Clusters Private Companies Regulations 2016, unless the context implies otherwise.

لغايات هذا القرار، يكون للمصطلحات الواردة في هذا القرار، المعاني المحددة لها في اللوائح المنظمة للشركات الخاصة في المجمعات الإبداعية بدبي أسنة 2016، ما لم يقتضي سياق النص خلاف ذلك.

#### **Contraventions and Fines** Article (2)

#### الغرامات والمخالفات المادة (2)

sanction stipulated in any other decision, regulations, or other legislation administered by the Authority, the contraventions stipulated in the Schedule attached to this Decision, shall be punishable by the fines assigned thereto.

(أ) مع عدم الإخلال بأى عقوبة أشد ينص عليها أى قرار أو لوائح Without prejudice to any other greater (أ) أخرى معمول بها أو تشريعات أخرى تشرف السلطة على تنفيذها، يعاقب كل من ير تكب أي من المخالفات المنصوص عليها في الجدول الملحق بهذا القرار بالغرامة المبينة ازاء كل منها.

# سلطــــة دبـــــى للمجمعــــات الإبـــداعيـــة **DUBAI CREATIVE CLUSTERS AUTHORITY**

- attached to this Decision shall be doubled in case of repetition of the same contravention within one year.
- (ب) تضاعف قيمة الغرامة المنصوص عليها في الجدول الملحق بهذا (Pa) The amount of fine stipulated in the Schedule القرار، في حال تكرار ارتكاب المخالفة ذاتها خلال سنة واحدة.
- Article, the Authority may take one or more of the following measures against the violator:
- (ح) بالأضافة الى الغرامة المقررة بموجب هذه المادة، يجوز للسلطة (C) In addition to the fines prescribed under this اتخاذ واحد أو أكثر من التدابير التالية بحق الجهة المخالفة:
  - 1. Revocation, cancellation or suspension of the licence or activity.
- 1. الغاء أو إنهاء أو تعليق الرخصة أو النشاط.

2. Deregister the company.

3. الطلب من المحكمة حل الشركة الاجبارى.

2. شطب الشركة.

3. Apply to the court for compulsory windingup of the company.

## إصدار القرارات التنفيذية المادة (3)

#### Issuance of Implementing Decisions Article (3)

أ- يجوز للمدير العام تعديل هذا القرار من وقت الخر.

(A) This Decision may be amended by the Director General from time to time.

> ب- بدون الحد بأي شكل من الأشكال بالصلاحيات و المهام الممنوحة للسلطة في اللوائح المنظمة للشركات الخاصة في المجمعات الإبداعية بدبي لسنة 2016 أو بموجب أي قانون آخر أو لوائح أو قرارات ذات صلة، بكون للمسجل الصلاحيات والمهام الإصدار أية توجيهات، تعاميم، تحديد النماذج و/أو اجراءات تنفيذية من وقت لآخر لتحقيق أغراض هذا القرار

(B) Without in any way limiting the powers and functions conferred on the Authority under the Dubai Creative Clusters Private Companies Regulations 2016 or under any other relevant law, regulation or decision, the Registrar shall have the power and functions to make implementing directions, circulars, prescribing forms and/or procedures from time to time for carrying out the purposes of this Decision.

# تاريخ النفاذ المادة (4)

#### Commencement Article (4)

يعمل بهذا القرار اعتبارا من تاريخ صدوره.

This Decision shall come into force on the date of its issuance.

Signed:

Ahmad Abdullah BinByat **Director General of the Dubai Creative Clusters** Authority



# Dubai Creative Clusters Private Companies Regulations Table of Penalties – 2017

| S.N. | Contravention   | Applicable Penalties (AED) |
|------|---|----------------------------|
| 1.   | Conducting or attempting to conduct business operations without a valid certificate of incorporation/registration and license   | 20,000                     |
| 2.   | Engaging in or carrying on or purporting to carry on any trade or business activity in DCC without a registered branch or a certificate of continuation   | 20,000                     |
| 3.   | Engaging in activities or continuation outside DCC without complying with the necessary requirements  | 20,000                     |
| 4.   | Failure to comply with Registrar's direction to change the name of the company  | 10,000                     |
| 5.   | Issuing of bearer Shares without Registrar's consent  | 10,000                     |
| 6.   | Failure or refusal to provide documents and accounting records for Authority's inspection within stipulated time  | 10,000                     |
| 7.   | Failure to comply with "Share pledge" requirements  | 10,000                     |
| 8.   | Failure to maintain a registered office / location / postal address   | 10,000                     |
| 9.   | Failure to comply with Authority's instruction/direction in relation to any of the following:  1. to conduct Annual General meeting or  2. appointment of at least one director or  3. appointment of a General Manager | 10,000                     |
| 10   | Failure to file with the Authority a copy of the audited financial statements from approved auditor within:  1  | 10,000                     |
| 11.  | Failure to obtain Registrar's consent on dividing share capital into different classes or issuing new shares  | 7,500                      |
| 12.  | Failure to obtain Registrar's prior approval to issue shares for which the consideration is other than cash   | 7,500                      |
| 13.  | Failure to register a share transfer with the Registrar   | 7,500                      |
| 14.  | Failure to have registered company name and/or details on certain Company documents   | 7,500                      |
| 15.  | Failure to comply with the generally accepted accounting principles or standards approved by the Registrar or prescribed from time to time in the preparation of the company's accounts                                 | 7,500                      |
| 16.  | Failure to notify the Registrar within 14 days of the Director's/General Manager's resignation  | 7,500                      |
| 17.  | Conducting or attempting to conduct business without full compliance of the<br>Amalgamation requirements  | 7,500                      |
| 18.  | Failure to comply with the Deregistration Notice of the Authority   | 7,500                      |
| 19.  | Failure to obtain Registrar's prior approval to change currency of share capital  | 5,000                      |



| 20. | Failure to file changes made to the "Register of Members" with the Registrar within 14 days | 5,000 |
|-----|---|-------|
| 21. | Failure to issue and deliver share certificate(s) within 14 days                            | 5,000 |
| 22. | Failure to comply with regulatory requirements for the reduction of share capital           | 2,500 |
| 23. | Failure to keep and maintain a Register of Members  | 2,500 |
| 24. | Failure to comply with the requirements for distribution of dividends                       | 2,500 |

#### Note:

- \* The above penalties are expressed in UAE Dirhams
- \* Each penalty type is subject to AED 20 Knowledge & Innovation Dirhams or other applicable fees