

**BEFORE THE ADJUDICATING OFFICER
SECURITIES AND EXCHANGE BOARD OF INDIA, MUMBAI**

EAD-2/AO/DSR/VVK/ 514 /2015

SETTLEMENT ORDER

(Application No.2906 of 2014)

On the application submitted by

**Mr.Rajendra Kumar Saboo,
Promoter of KDDL Limited**

1. Securities and Exchange Board of India (hereinafter referred to as '**SEBI**'), vide order dated 15th April,2014 initiated adjudication proceedings against Mr. Rajendra Kumar Saboo, Promoter-KDDL Limited (hereinafter referred to as '**the noticee**') to inquire into and adjudge under Section 15A(b) of the Securities and Exchange Board of India Act, 1992 (hereinafter referred to as '**SEBI Act, 1992**') the violation of the provisions of Regulation 3(3),3(4) and 3(5) of the Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations,1997 (hereinafter referred to as "**SAST Regulations,1997**") alleged to have been committed by the noticee in the matter of KDDL Limited during the year 2010.
2. A Show Cause Notice (No. EAD-2/DSR/VVK/13360/2014 dated the 9th May, 2014 (hereinafter referred to as '**SCN**') was served on the noticee. In the SCN, it was alleged that the noticee's shareholding allegedly increased from 9.98% to 17.52% (increase by 7.54%) in KDDL Limited during the period April 2010 to June,2010. It was further alleged that the noticee failed to submit a report under regulation 3(4) of the SAST Regulations,1997.

3. Pending the adjudication proceedings, the noticee submitted a Consent Application dated September 09, 2014 and an undertaking in the format prescribed by SEBI in terms of SEBI (Settlement of Administrative and Civil Proceedings) Regulations, 2014. (hereinafter referred to as '**Settlement Regulations**')
4. Pursuant to the said application, the Authorized Representatives of the Noticee attended the IC meeting on April 27, 2015 on behalf of the noticee. The revised settlement terms as proposed by the noticee vide his application dated February 12, 2015 for an amount of Rs.8,96,750/- (Rupees eight lakh ninety six thousand seven hundred and fifty only) was placed before the High Powered Advisory Committee (**HPAC**) in its meeting held on 12th June, 2015. After considering the facts and circumstances of the case, the HPAC recommended that the case may be settled on payment of ₹8,96,750/- (Rupees eight lakh ninety six thousand seven hundred and fifty only) which were approved by the panel of the Whole Time Members, SEBI on 11th August, 2015.
5. Accordingly, the noticees have remitted a sum of ₹ 8,96,750/- (Rupees eight lakh ninety six thousand seven hundred and fifty only) vide Demand Draft No. 049791 dated August 22, 2015, drawn on HDFC Bank, payable at Mumbai, towards the terms of settlement in the matter.
6. In view of the above, in terms of Regulation 15(1) of Settlement Regulations, it is hereby ordered that this settlement order disposes of the adjudication proceedings initiated against the noticee vide the Show Cause Notice dated 9th May, 2014.
7. This order is without prejudice to the right of SEBI to take enforcement actions including commencing/ reopening of the pending proceedings against the Applicants, if SEBI finds that:

- i. any representation made by the noticees in the settlement proceedings are subsequently discovered to be untrue.
 - ii. the noticees have breached any of the clauses/conditions of undertakings/waivers filed during the current settlement proceedings.
8. In terms of Regulation 17 of Settlement Regulations, a copy of this order is being sent to the noticee and is published on the website of SEBI.

Date: September 09, 2015
Place: Mumbai

D. SURA REDDY
GENERAL MANAGER &
ADJUDICATING OFFICER