

BEFORE THE SECURITIES AND EXCHANGE BOARD OF INDIA, MUMBAI

CONSENT ORDER

ON THE APPLICATION SUBMITTED BY

MS. ARTI JAIN

(PAN: AFCPJ6154R)

IN THE MATTER OF

M/S. SAI INFO LIMITED

(CONSENT APPLICATION NO. 1929/2010)

1. Securities and Exchange Board of India (hereinafter referred to as 'SEBI') conducted investigation into the buying, selling and dealing in the scrip of M/s. Sai Info Limited (hereinafter referred to as 'SIL') on noticing a sharp fall in the price of the scrip. Investigations revealed that the scrip got traded on 111 days at Bombay Stock Exchange (BSE) and constituted a volume of 1,04,643 shares. From the price volume chart of the scrip at BSE significant downward movements in the prices of the scrip of the SIL was observed.
2. Pursuant to the investigations, SEBI issued a show cause notice no. IVD8/BM/NR/SAI/SCN/171122/2009 dated 28.07.2009 for issuing directions under sections 11, 11(4)(b) and 11B of the SEBI Act, 1992 for the alleged violations of regulations 3 and 4(a) & (b) of SEBI (PFUTP) Regulations, 1995 read with regulation 3(a) and 4(1), (2)(a) and (2)(e) of the SEBI (PFUTP) Regulations, 2003. Briefly, it was alleged in the said show cause notice that the applicant had aided and abetted M/s. Vipul Finport and Lease Limited (now M/s. Rajendra Seclease Limited) in manipulating the price of the scrip of SIL.

3. While the above proceedings were in progress, the applicant vide letter dated 10.03.2010 proposed settlement of the aforementioned proceedings through a consent order in terms of SEBI circular No. EFD/ED/Cir-1/2007 dated April 20, 2007. The applicant vide its letter dated 08.07.2010 proposed revised consent terms for the proceedings mentioned above. The High Powered Advisory Committee constituted by SEBI, considered the consent terms proposed by the applicant and recommended the case for settlement on payment of Rs. 50,000/- (Rupees Fifty Thousand Only) by the applicant towards settlement charges and voluntary debarment by the applicant for a period of six months, as proposed by the applicant. SEBI accepted the said recommendations and communicated the same to the applicant vide letter dated 21.10.2010.
4. Accordingly, the applicant, without admitting or denying the charges, has remitted, towards settlement terms a sum of Rs. Rs. 50,000/- (Rupees Fifty Thousand Only) vide demand demand draft No.011194 dated December 31, 2010 amounting to Rs. 50,000/- (Rupees Fifty Thousand Only) drawn on HDFC Bank, Patparganj Branch, New Delhi – 1100092 and vide email dated 14.01.11 has also agreed not to buy, sell or otherwise deal in securities or to access the securities market, directly or indirectly, in any manner whatsoever, for a period of six months from the date of the consent order.
5. In view of the aforesaid consent terms, it is hereby ordered that the proceedings initiated against the applicant vide show cause notice no. IVD8/BM/NR/SAI/SCN/171122/2009 dated 28.07.2009 are disposed of and the applicant shall not buy, sell or otherwise deal in securities or to access the securities market, directly or indirectly, in any manner whatsoever, for a period of six months from the date of coming into force of this consent order.

6. A copy of the said order shall also be forwarded to all the recognised stock exchanges and the depositories to ensure that the applicant does not deal in securities as per the above mentioned consent terms.
7. This order is without prejudice to the right of SEBI to initiate enforcement actions, including reopening of the proceedings pending against applicant, if:
 - a. any representation made by the applicant in this consent proceeding is subsequently discovered to be untrue; or
 - b. the applicant breaches any of the consent terms or undertakings filed in this consent proceeding.
8. This consent order is passed on this 18th day of January, 2011 and shall come into force from January 19, 2011.

Dr. K. M. ABRAHAM
WHOLE TIME MEMBER

PRASHANT SARAN
WHOLE TIME MEMBER