

**BEFORE THE SECURITIES AND EXCHANGE BOARD OF INDIA
MUMBAI**

CONSENT ORDER

**ON THE APPLICATION SUBMITTED BY
KUVAM INTERNATIONAL FASHIONS LIMITED**

**IN THE MATTER OF
NON-DISCLOSURE UNDER TAKEOVER REGULATIONS
(CONSENT APPLICATION No.1032 of 2008)**

1. Kuvam International Fashions Limited (hereinafter referred to as 'applicant') located at 353, Industrial Area "A", Ludhiana, Punjab made disclosures under Regulations 6(4) of the SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 1997 (hereinafter referred to as "Takeover Regulations") for the year 1997 and under Regulation 8(3) of the said Regulations for the years 1998 to 2008 with considerable delay. Thus, the applicant failed to comply with the Takeover Regulations and, therefore, became liable for appropriate enforcement actions.
2. The applicant, vide application dated October 24, 2008, proposed settlement of the enforcement actions that may be initiated by SEBI for the above failure, through a consent order in terms of SEBI Circular No. EFD/ED/Cir.-1/2007 dated April 20, 2007. It proposed revised consent terms vide letter dated December 15, 2008. The High Powered Advisory Committee (HPAC), constituted by SEBI, considered the consent terms proposed by the applicant and recommended the case for settlement. Accordingly, the applicant shall pay Rs.3,25,000/- (Rupees three lakh twenty five thousand only) towards settlement charges. SEBI accepted the recommendations made by HPAC and communicated the same to the applicant vide letter dated April 15, 2009.
3. Thereafter, the applicant, without admitting or denying the guilt, has remitted a sum of Rs.3,25,000/- (Rupees three lakh twenty five thousand only) vide demand draft no.525751 dated April 30, 2009 drawn on Union Bank of India payable at Mumbai.

4. In view of the above, it is hereby ordered that SEBI shall not take any enforcement action against the applicant for its failure to comply with the Takeover Regulations.
5. This order is without prejudice to the right of SEBI to initiate enforcement actions, including commencing or reopening of the proceedings pending against applicant for the non-compliance mentioned above, 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 clauses/conditions of undertakings/waivers filed during this consent proceeding.
6. This consent order is passed on this day, the 11th May, 2009 and shall come into force with immediate effect.

Sd/-
M. S. Sahoo
Whole Time Member

Sd/-
K. M. Abraham
Whole Time Member

Place: Mumbai

Dated: May 11th, 2009