

BEFORE THE SECURITIES AND EXCHANGE BOARD OF INDIA, MUMBAI

CONSENT ORDER

ON THE APPLICATION SUBMITTED BY
KUMAR SHARE BROKERS LTD.

IN THE MATTER OF
JINDAL STEEL & POWER LTD.

(CONSENT APPLICATION NO. 1281/2009)

1. SEBI had conducted investigation into the alleged irregularities in the trading in the shares of Jindal Steel & Power Ltd. during the period August 23, 2000 to October 10, 2000. The investigation *prima facie* revealed that Kumar Share Brokers Ltd. (hereinafter referred to as the 'applicant'), a broker (SEBI Regn No. INB230770432) of the National Stock Exchange Limited, violated the provisions of SEBI (Stock Brokers & Sub-brokers) Regulations, 1992.
2. Pursuant to the investigation, SEBI initiated enquiry proceedings against the applicant under the SEBI (Procedure for Holding Enquiry by Enquiry Officer and Imposing Penalty), Regulations, 2002. The Enquiry Officer issued a show cause notice on October 23, 2008.
3. While the above proceedings were in progress, the applicant vide letter dated March 23, 2009 proposed settlement of the aforesaid proceedings through a consent order in terms of SEBI circular No. EFD/ED/Cir-1/2007 dated April 20, 2007. He proposed revised consent terms vide his letter dated October 6, 2009. The High Powered Advisory Committee constituted by SEBI considered the consent terms proposed by the applicant and recommended the case for settlement. Accordingly, the applicant shall pay Rs.2,00,000/- (Rupees Two Lakh only) towards settlement charges. SEBI accepted the said recommendations and communicated the same to the applicant vide letter dated January 19, 2010.
4. Accordingly, the applicant, without admitting or denying the charges, has remitted a sum of Rs. 2,00,000/- (Rupees Two Lakh only) towards settlement charges vide demand draft No.055310 dated February 03, 2010 drawn on HDFC Bank, payable at Mumbai.
5. In view of the above, it is hereby ordered that this consent order disposes of the above enquiry proceedings pending against the applicant in the matter of Jindal Steel & Power Ltd.

6. This order is without prejudice to the right of SEBI to initiate enforcement actions, including commencing or 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 day, the 10th of February, 2010 and shall come into force with immediate effect.

DR. K. M. ABRAHAM
WHOLE TIME MEMBER

PRASHANT SARAN
WHOLE TIME MEMBER