

BEFORE THE SECURITIES AND EXCHANGE BOARD OF INDIA**CONSENT ORDER**

On the Application No. 2754 of 2013

submitted by

WELSPUN FINTRADE PVT.LTD.

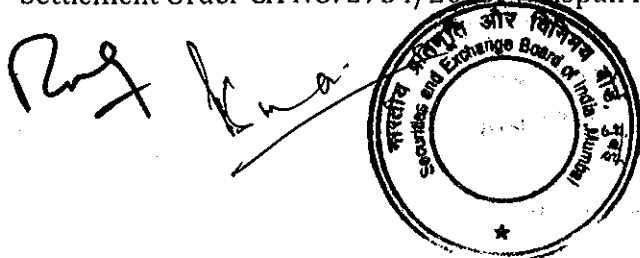
(Permanent Account Number: AAACW2877J)

1. Welspun Fintrade Pvt. Ltd. (hereinafter referred to as 'the applicant') having its registered office at Welspun city, Village Versamedi, Taluka Anjar, Gujarat-370110 had, vide its letter dated September 16, 2013, filed an application in terms of the SEBI Circular dated May 25, 2012, which was subsequently amended by amendment applications dated April 02, 2014, May 28, 2014 and December 24, 2014 in terms of the Securities and Exchange Board of India (Settlement of Civil and Administrative Proceedings) Regulations, 2014. These applications were filed, proposing to settle, through a consent order the following:
 - a. the adjudication proceedings initiated against the applicant vide show cause notice dated July 25, 2013 issued by the Adjudicating Officer for the violation of Regulation 7(1A) read with Regulation 7(2) of the Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 1997 (hereinafter referred to as 'the SAST Regulations') with respect to transactions in the years 2006 and 2010
 - b. any action that may be initiated for the delayed compliance of Regulation 7(1A) read with Regulation 7(2) of the SAST Regulations and Regulation 13 (1) of the Securities and Exchange Board of India (Prohibition of Insider Trading Regulations, 1992 (hereinafter referred to as 'the PIT Regulations') with respect to transactions executed on June 28, 2005 pursuant to a scheme of arrangement in the nature of merger between Gloflame Cotspin Industries Ltd. and Welspun India Ltd.
2. While the proceedings pending before the Adjudicating Officer mentioned in para 1a. shall be disposed of by the Adjudicating Officer in terms of Regulation



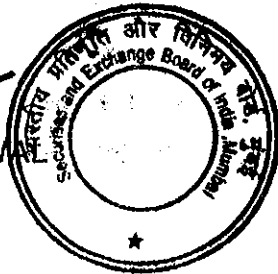
15(1) of the SEBI (Settlement of Civil and Administrative Proceedings) Regulations, 2014, in terms of Regulation 15(2) of the SEBI (Settlement of Civil and Administrative Proceedings) Regulations, 2014, the present settlement order deals with the application seeking settlement of any action that may be initiated against the applicant for the default mentioned in para 1b., i.e. delayed compliance of Regulation 7(1A) read with Regulation 7(2) of the SAST Regulations and Regulation 13 (1) of the PIT Regulations with respect to transactions executed on June 28, 2005 pursuant to a scheme of arrangement in the nature of merger between Gloflame Cotspin Industries Ltd. and Welspun India Ltd.

3. The representatives of the applicant had a meeting with the Internal Committee of SEBI wherein the settlement terms proposed by the applicant was deliberated. Thereafter, the applicant vide its letter dated April 09, 2015 proposed the revised settlement terms to settle the defaults mentioned in para 2 above by *inter alia* offering to pay a sum of Rs. 3,07,062.50/- (Rupees Three Lakh Seven Thousand Sixty Two and Fifty Paise only) towards settlement charges for the non-compliance of Regulation 7(1A) read with Regulation 7(2) of the SAST Regulations and Regulation 13 (1) of the PIT Regulations with respect to transactions executed on June 28, 2005 pursuant to a scheme of arrangement in the nature of merger between Gloflame Cotspin Industries Ltd. and Welspun India Ltd.
4. The High Powered Advisory Committee (HPAC), considered the settlement terms proposed by the applicant and recommended the case for settlement upon payment of Rs. 3,07,062.50/- (Rupees Three Lakh Seven Thousand Sixty Two and Fifty Paise only) towards settlement charges for the aforementioned defaults. The Panel of Whole Time Members of SEBI had accepted the said recommendations of the HPAC and the same was communicated to the applicant vide email dated August 13, 2015.
5. Accordingly, the applicant has, vide Demand Draft No. 869225 dated August 14, 2015 drawn on State Bank of Bikaner and Jaipur and payable at Mumbai, *inter alia* remitted a sum of Rs. 3,07,062.50/- (Rupees Three Lakh Seven Thousand Sixty Two and Fifty Paise only) towards the settlement charges.



6. In view of the same, the delayed compliance of Regulation 7(1A) read with Regulation 7(2) of the SAST Regulations and Regulation 13 (1) of the PIT Regulations with respect to transactions executed on June 28, 2005 pursuant to a scheme of arrangement in the nature of merger between Gloflame Cotspin Industries Ltd. and Welspun India Ltd., as discussed above, is settled *qua* the applicant as per the above terms by way of this order and the Securities and Exchange Board of India shall not initiate any enforcement action against the applicant for the said default.
7. This settlement order passed on this the 11th day of September, 2015 shall come into force with immediate effect.


RAJEEV KUMAR AGARWAL
WHOLE TIME MEMBER




PRASHANT SARAN
WHOLE TIME MEMBER