

BEFORE THE SECURITIES AND EXCHANGE BOARD OF INDIA

SUMMARY SETTLEMENT ORDER

On Summary Settlement Application No. SS-14 of 2019

In Respect of Hanung Furnishing Private Limited [PAN : AABCH1059G]

In the matter of Hanung Toys and Textiles Limited

1. Securities and Exchange Board of India ('SEBI') had conducted an examination in the matter of Hanung Toys and Textiles Limited (hereinafter referred to as 'the Company'). During the examination, it was observed that, Hanung Furnishing Private Limited (hereinafter referred to as 'applicant') had delayed making the disclosures as required under Regulation 31 (2) and 31(3) of the SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 in respect of change in its shareholding in the Company.
2. Before proceeding further and initiating proceedings under Section 15A(b) of the SEBI Act, 1992, a 'Notice of Settlement' dated June 28, 2019 ('notice') was issued to the applicant, intimating thereby that the aforesaid proceedings (to be initiated), may be settled and disposed of upon filing of a settlement application under Chapter-II of the SEBI (Settlement Proceedings) Regulations, 2018 ('Settlement Regulations') along with remittance of settlement amount of Rs. 3,00,000/- (Rupees Three Lakh only) to SEBI in terms of Chapter VII of the Settlement Regulations, within 30 calendar days from the date of receipt of the notice.
3. In reply, the applicant has filed an application for settlement, which was received by SEBI on July 26, 2019, in terms of Chapter VII of the Settlement Regulations, without admitting or denying the findings of fact and conclusions of law, proposing to settle the defaults as discussed in para 1 above, through a settlement order. The applicant along with the said letter, remitted a sum of Rs. 3,00,000/- (Rupees Three Lakh only) towards the settlement charges, vide Demand draft dated July 24, 2019.

4. In view of the above, in exercise of the powers conferred under Section 15JB of the Securities and Exchange Board of India Act, 1992 and in terms of Regulations 23 read with Regulation 28 of the Settlement Regulations, it is hereby ordered that:

- i. the proposed proceedings that could have been initiated for the defaults as discussed in paragraph 1 above, are settled *qua* the applicant as per the above terms.
- ii. SEBI shall not initiate any enforcement action against the applicant for the said defaults.
- iii. this order disposes of the proceedings that may be initiated for the defaults as mentioned above, in respect of the applicant and
- iv. passing of this Order is without prejudice to the right of SEBI to take enforcement actions including commencing proceedings against the applicant, if SEBI finds that:
 - a. any representation made by the applicant in the present settlement proceedings is subsequently discovered to be untrue.
 - b. the applicant has breached any of the clauses/ conditions of undertakings/ waivers filed during the present settlement proceedings.

5. This settlement order is passed on this 26th day of September, 2019 and shall come into force with immediate effect.

6. In terms of Regulation 25 of the Settlement Regulations, a copy of this order shall be sent to the applicant and shall also be published on the website of SEBI.

Sd/-

S.K. MOHANTY
WHOLE TIME MEMBER

Sd/-

ANANTA BARUA
WHOLE TIME MEMBER