

BEFORE THE SECURITIES AND EXCHANGE BOARD OF INDIA

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SETTLEMENT ORDER

On Application no. 3278 of 2017

Filed by **Hanung Toys and Textiles Limited [PAN: AAACH0496A]**

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1. Hanung Toys and Textiles Limited (hereinafter referred to as 'applicant') filed a *suo moto* application in terms of the SEBI (Settlement of Administrative and Civil Proceedings) Regulations, 2014 ('Settlement Regulations'), proposing to settle, through a settlement order, the delayed compliance of Regulation 73(1)(e) and 74(4) of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009 and clause 24(a) of the erstwhile Listing Agreement.
2. The authorised representatives of the applicant had meeting with the Internal Committee of SEBI on October 13, 2017, wherein the settlement terms were deliberated. Thereafter, the applicant, vide letter dated October 16, 2017, proposed the revised settlement terms to settle the defaults mentioned above.
3. The High Powered Advisory Committee ('HPAC') in its meetings held on November 27, 2017 considered the settlement terms proposed and recommended the case for settlement upon payment of ₹3,18,500/- (Rupees Three Lakh Eighteen Thousand Five Hundred only) by the applicant towards settlement terms for the aforementioned defaults. The Panel of Whole Time Members of SEBI accepted the said recommendation of the HPAC and the same was communicated to the applicant vide e-mail dated January 04, 2018.
4. The applicant vide Demand Draft no. 042306 dated January 23, 2018, drawn on Punjab & Sindh Bank has remitted ₹3,18,500/- (Rupees Three Lakh Eighteen Thousand Five Hundred only) towards the settlement charges.
5. Accordingly, the 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, by way of this order and SEBI shall not initiate any enforcement action against the

applicant for the said defaults.

6. In view of the above, in terms of regulations 15 and 19 of the Settlement Regulations, it is hereby ordered that:
  - i. this order disposes of the proceedings that may be initiated for the defaults as mentioned above, in respect of the applicant and;
  - ii. 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.
7. This settlement order is passed on this 02<sup>nd</sup> day of February, 2018 and shall come into force with immediate effect.
8. In terms of regulation 17 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-

**G. MAHALINGAM**  
**WHOLE TIME MEMBER**

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**MADHABI PURI BUCH**  
**WHOLE TIME MEMBER**