

CO/NRO/1136/425/2011

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

CONSENT ORDER

ON THE APPLICATION SUBMITTED BY

M/s. DEVINE IMPEX LIMITED

&

Shri NAGESH AGGARWAL

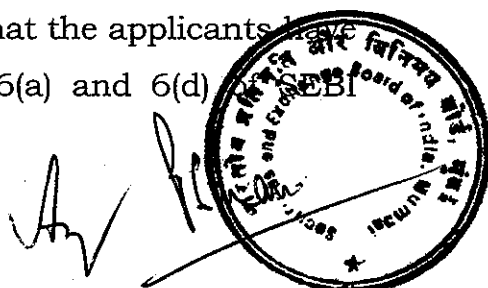
IN THE MATTER OF

M/s. CLASSIC GLOBAL IMPEX LIMITED

(Now known as M/s. DEVINE IMPEX LIMITED)

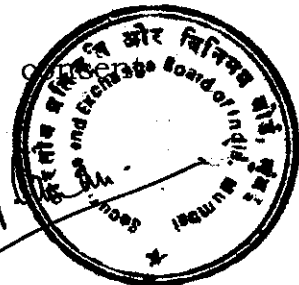
(CONSENT APPLICATION NO.1136/2008)

1. Securities and Exchange Board of India (SEBI) conducted investigations into the trading in the scrip of M/s. Classic Global Impex Limited, a company listed at Ludhiana Stock Exchange Limited (LSE), on the basis of appraisal report received from Income Tax Department. The said report dealt with capital gains/losses engineered by various entities through LSE members/brokers. Investigations by SEBI, *prima facie*, revealed that during the period 1998-1999, certain LSE members/brokers were involved in issuance of false contract notes to enable their clients to show long term capital gain from the trades in scrip of Classic Global Impex Limited. This was being done in connivance with the company and its registrar. Pursuant to the said investigations, SEBI initiated proceedings under Section 11B of the SEBI Act, 1992 and show cause notice (SCN) no.IVD/NIVD/EIF/2000/6/03/22552 dated January 12, 2005 was issued to the company and its managing director, Shri Nagesh Aggarwal (jointly referred to as 'applicants' hereinafter). In the said SCN, it was alleged that the applicants violated the provisions of regulations 4(c), 6(a) and 6(d)



(Prohibition of Fraudulent and Unfair Trade Practices Relating to Securities Market) Regulations, 1995.

2. While the proceedings pursuant to the same were in progress, the applicants, vide application dated December 2, 2008, proposed settlement of the said proceedings through a consent order in terms of SEBI circular No. EFD/ED/Cir-1/2007 dated April 20, 2007. The applicants proposed revised consent terms vide letter dated July 14, 2010, whereby the applicants undertook to pay ₹3,00,000/- (Rupees Three Lakh only) towards settlement charges. The consent terms proposed by the applicants were placed before the High Powered Advisory Committee which, after deliberations, recommended that the aforesaid pending proceedings may be settled on the terms proposed by the applicants. SEBI accepted the said recommendations and communicated the same to the applicants vide letter dated December 6, 2010.
3. For the sole purpose of settling the matter on hand and without admission or denial of guilt on the part of the applicants, the applicants have remitted a sum of ₹3,00,000/- (Rupees Three Lakh only) vide Demand Draft No.971361 dated December 17, 2010 drawn on State Bank of Patiala.
4. In view of the above, it is hereby ordered that this consent order disposes of the aforesaid proceedings against the applicants in the matter.
5. This order is without prejudice to the right of SEBI to initiate enforcement actions, including commencing or reopening of the proceedings pending against the applicants, if:
 - a. any representation made by the applicants in this proceeding is subsequently discovered to be untrue; or



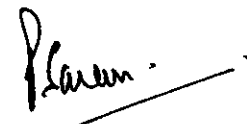
b. the applicants breach any of the consent terms or undertakings
filed in this consent proceeding.

6. This consent order is passed on this day, the 7th of January,
2011.



K. M. ABRAHAM

WHOLE TIME MEMBER



PRASHANT SARAN

WHOLE TIME MEMBER

