

BEFORE THE SECURITIES AND EXCHANGE BOARD OF INDIA,  
MUMBAI

CONSENT ORDER

ON THE APPLICATION SUBMITTED BY

SINO SECURITIES

IN THE MATTER OF  
KARISHMA FLORICULTURE LIMITED

(CONSENT APPLICATION NO. 655/2008)

1. Securities and Exchange Board of India (SEBI) had conducted investigations in respect of buying, selling and dealing in the shares of Karishma Floriculture Limited (hereinafter referred to as 'KFL') during the period 1995-96. The investigations, *prima facie*, revealed that Sino Securities a member of Delhi Stock Exchange (hereinafter referred to as 'applicant'), with SEBI Registration No. INB 050629118 during the said period had along with others indulged in irregular transactions in the shares of KFL. Therefore, it was alleged that the applicant had violated provisions of Regulation 4 (c) of SEBI (Prohibition of Fraudulent and Unfair Trade Practices relating to the Securities Market) Regulations, 1995 and Clause A(1), (2), (3), (4), (5) and C(6) of the Code of Conduct as prescribed under Regulation 7 of SEBI (Stock Brokers and Sub-Brokers) Regulations, 1992.
2. Pursuant to the said investigations, SEBI initiated enquiry proceedings under SEBI (Procedure for Holding Enquiry by the Enquiry Officer and Imposing Penalty) Regulations, 2002 against the applicant. Thereafter, SEBI issued a Show Cause Notice No.IVD/NRO/03/AS/1533 dated January 23, 2007 to the applicant.
3. While the above proceedings were in progress, the applicant, vide application dated April 15, 2008 and letter dated November 14, 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



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High Powered Advisory Committee constituted by SEBI, considered the consent terms proposed by the applicant and recommended that the case may be settled on payment of Rupees 1,00,000/- (Rupees One Lakh only) towards settlement charges. SEBI accepted the said recommendations and communicated the same to the applicant vide letter dated September 3, 2009.

4. The applicant for the sole purpose of settling the matter without admitting or denying the charges, remitted a sum of Rupees.1,00,000/- (Rupees One lakh only) vide Demand Draft No. 347266 dated September 24, 2009 drawn on Syndicate Bank, Mumbai.
5. In view of the above, it is hereby ordered that this consent order disposes of the above said proceedings against the applicant (PAN AAHPG 9563B) in the matter.
6. This order is without prejudice to the right of SEBI to initiate enforcement actions, including commencing or reopening of the proceedings pending against the 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.
7. This consent order is passed on this day, the 26th of October, 2009 and shall come into force with immediate effect.



*M. S. Sahoo*  
**M. S. SAHOO**

**WHOLE TIME MEMBER**

*Dr. K. M. Abraham*  
**Dr. K. M. ABRAHAM**

**WHOLE TIME MEMBER**