

BEFORE THE ADJUDICATING OFFICER
THE SECURITIES AND EXCHANGE BOARD OF INDIA, MUMBAI
CONSENT ORDER
ON THE APPLICATION SUBMITTED BY
M/S. CHINTAMANI SHARES & BROKING LTD.

IN THE MATTER OF
M/S. JINDAL STAINLESS LTD.

CO/IVD-4/1081/AO/SD/01/2007

1. SEBI conducted an investigation in the alleged irregularities into the trading in the scrip of M/s Jindal Stainless Limited. Pursuant to the said investigation, SEBI initiated adjudication proceedings against M/s.Chintamani Shares & Broking Ltd. (hereinafter referred to as the 'noticee'), Member, National Stock Exchange and Over the Counter Exchange of India, to inquire into and adjudge under Section 15HA and 15HB of the SEBI Act, 1992, the noticee's alleged violations of the provisions of Regulations 4(1), 4(2)(a), (b), (g) and (n) of the SEBI (Prohibition of Fraudulent and Unfair Trade Practices Relating to Securities Market) Regulations, 2003 and Clauses A(1), (2), (3), (4) and (5) of the Code of Conduct prescribed for Stock Brokers as specified under Schedule II read with Regulation 7 of the SEBI (Stock Brokers and Sub-brokers) Regulations, 1992. Accordingly, a show cause notice, bearing No. EAD/GBR/98417/2007, dated July 11, 2007, was issued under Rule 4 of the SEBI (Procedure for holding inquiry and imposing

penalties by Adjudicating Officer) Rules, 1995, to the noticee for the alleged violation of the abovementioned provisions of law by the noticee.

2. Pending the adjudication proceedings, the noticee made an application dated August 14, 2007 and an affidavit of "Undertakings and Waivers" in the matter in terms of SEBI Circular No. EFD/ED/Cir-1/2007 dated 20th April, 2007. Pursuant to the said application, the noticee vide letter dated October 4, 2007 had submitted revised consent terms whereby he proposed to pay Rs.2,00,000/- (Rupees two lakhs only) towards consent terms in the matter of said adjudication proceeding initiated by SEBI. The revised terms as proposed by the noticee have been placed before the High Powered Advisory Committee (HPAC) meeting held on October 11, 2007 and HPAC after deliberation recommended that the case may be settled on payment of Rs.2,00,000/- (Rupees Two Lakhs).
3. In terms of the noticee's proposal for the sole purpose of settling the matter on hand and without admission or denial of guilt on the part of the noticee to the finding of fact or conclusion of law, the noticee has remitted a sum of Rs 2,00,000/- (Rupees Two Lakhs only), vide Demand Draft No. 678168 dated November 16, 2007 drawn on Union Bank of India, Mumbai, towards the terms of consent in the matter.
4. In view of the above, it is hereby ordered that:
 - a) this consent order disposes of the said proceedings pending against the noticee under SEBI Act, 1992 in the matter of Jindal Stainless Limited, and

- b) passing of this order is without prejudice to the right of SEBI to take enforcement actions including commencing / reopening of the pending proceedings against the noticee, if SEBI finds that
 - i. any representations made by the noticee in the consent proceedings are subsequently discovered to be untrue.
 - ii. the noticee has breached any of the clauses / conditions of undertakings / waivers filed during the current consent proceedings.

This consent order is passed on the 26th day December, 2007 and shall come into force with immediate effect.

SANDEEP DEORE
ADJUDICATING OFFICER