

BEFORE THE SECURITIES AND EXCHANGE BOARD OF INDIA

SETTLEMENT ORDER

in Summary Settlement Application No. SS – 44 of 2021

filed by Ms. Usha Gupta [PAN: AASPG6967E]

in the matter of Stylam Limited

1. Securities and Exchange Board of India (hereinafter referred to as 'SEBI') conducted an examination in the matter of Stylam Limited (hereinafter referred to as 'the Company') for the period from March 01, 2016 to December 31, 2016.
2. During the said examination, it was noted that Ms. Usha Gupta (hereinafter referred to as 'the applicant'), who is the promoter of the Company, had created an encumbrance upon number of shares held by her, equivalent to 8.88% of the total share capital of the Company on October 19, 2016. The same was required to be disclosed within seven working days under Regulation 31(1) read with Regulation 31(3) of the SEBI (Substantial Acquisition of Shares and Takeovers), 2011 (hereinafter referred to as the 'SAST Regulations') but the same was however disclosed by the applicant only on April 09, 2019 i.e. with a delay of 899 days.
3. In view thereof, SEBI issued a 'Notice of Summary Settlement' dated January 16, 2021 (hereinafter referred to as 'notice') to the applicant, intimating thereby that if the applicant so desired, the 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 (hereinafter referred to as 'Settlement Regulations') along with remittance of the settlement amount of ₹10,78,125/- (Rupees Ten Lakh Seventy Eight

Thousand One Hundred and Twenty Five only) to SEBI in terms of Regulation 16(1) of the Settlement Regulations, within 30 calendar days from the date of receipt of the notice.

4. In response to the same, the applicant filed an application for settlement, in terms of Chapter VII of the Settlement Regulations, proposing to settle without denying the alleged default, as discussed in para 1, through a settlement order and remitted a sum of ₹10,78,125/- (Rupees Ten Lakh Seventy Eight Thousand One Hundred and Twenty Five only) towards the settlement charges, vide NEFT dated February 19, 2021. The receipt of the same was also confirmed upon verification.
5. 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 the proposed proceedings to be initiated for the default as discussed in paragraph 1 are settled *qua* the applicant as per the following terms;
 - i. SEBI shall not initiate any enforcement action against the applicant for the said default;
 - ii. this order disposes of the proceedings that may be initiated for the default as mentioned above, in respect of the applicant; and
 - iii. passing of this Order is without prejudice to the right of SEBI under Regulation 28 of the Settlement Regulations 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 found to be untrue;
 - b. the applicant has breached any of the clauses/ conditions of undertakings/ waivers filed during the present settlement proceedings; and
 - c. there was a discrepancy while arriving at the settlement terms.

6. This settlement order is passed on this 18th day of March, 2021 and shall come into force with immediate effect.
7. In terms of Regulation 25 of the Settlement Regulations, a copy of this order shall be sent to the applicant and also be published on the website of SEBI.

Sd/-
S.K. MOHANTY
WHOLE TIME MEMBER

Sd/-
ANANTA BARUA
WHOLE TIME MEMBER