

BEFORE THE ADJUDICATING OFFICER

SECURITIES AND EXCHANGE BOARD OF INDIA

SETTLEMENT ORDER
(Application No. 3187/ 2016)

On the application submitted by

M/s. Maverick Share Brokers Ltd

In the matter of The Byke Hospitality Ltd

Settlement Order No. IVD/MSBL/EAD/AO/KS/CO-02/2018

1. Securities and Exchange Board of India (hereinafter referred to as '**SEBI**'), vide Order dated April 16, 2015 initiated adjudication proceedings against M/s Maverick Share Brokers Ltd (hereinafter referred to as '**Noticee**') by appointing Ms. Anita Kenkare as Adjudicating Officer to inquire into and adjudge under Section 15HB of the Securities and Exchange Board of India Act, 1992 (hereinafter referred to as '**SEBI Act**') for the violation of the provisions of Clause A(2) of the Code of Conduct for Stock Brokers as specified under Schedule II read with Regulation 7 of SEBI (Stock Brokers and Sub Brokers) Regulations, 1992 (hereinafter referred to as '**Stock Brokers Regulations**')(as it stood prior to 27/09/2013) / Regulation 9(f) of Stock Brokers Regulations (with effect from 27/09/2013) alleged to have been committed by the Noticee. Pursuant to the transfer of Ms. Anita Kenkare, the undersigned has been appointed as the Adjudication Officer vide an Communique dated October 04,2017
2. The Erstwhile AO issued Show Cause Notice no. EAD-6/ AK/ VG/ 33526/ 2015 dated December 03, 2015 and Supplementary Show cause Notice dated September 22, 2016 (hereinafter referred to as '**SCN**') to the

Noticee. It was alleged that the Noticee acted as the stock broker and counterparty stock broker for various self trades of its client Prefer Abasan Pvt Ltd and all trades were executed from the same terminal in the scrip of The Byke Hospitality Ltd. It was alleged that the Noticee has violated the provisions of Clause A(2) of the Code of Conduct for Stock Brokers as specified under Schedule II read with Regulation 7 / Regulation 9(f) of Stock Brokers Regulations.

3. The Noticee had submitted an application vide no. 3187/2016 dated October 14, 2016 and an undertaking in the format prescribed by SEBI for settlement of the matter in terms of SEBI (Settlement of Administrative and Civil Proceedings) Regulations, 2014 (hereinafter referred to as '**Settlement Regulations**'). Pursuant to the said application, the settlement terms as proposed by the Noticee for an amount of Rs.5,00,000/- (Rupees Five Lakh Only) towards settlement charges was placed before the High Powered Advisory Committee (hereinafter referred to as '**HPAC**') on November 27, 2017. After considering the facts and circumstances of the case, the HPAC recommended that the case may be settled by the Noticee on payment of Rs.5,00,000/-. Thereafter, the recommendation of HPAC were approved by the panel of Whole Time Members of SEBI on January 03, 2018.
4. Accordingly, the Noticee has remitted a sum of Rs 5,00,000/- (Rupees Five Lakh only) vide cheque no 955264 dated January 05, 2018 drawn on HDFC Bank Ltd favoring SEBI towards the terms of settlement in the matter.
5. In view of the above, in terms of Regulation 15 (1) of the Settlement Regulations, it is hereby ordered that this settlement order disposes of the adjudication proceedings initiated against the Noticee vide SCN dated December 03, 2015.

6. This order is without prejudice to the right of SEBI to take enforcement actions including commencing /re-opening of the pending proceedings against the Noticee, if SEBI finds that :
- a. any representation made by the Noticee in the settlement proceedings are subsequently discovered to be untrue.
 - b. the Noticee has breached any of the clauses / conditions of undertakings / waivers filed during the current settlement proceedings.
7. In terms of Regulation 17 of the Settlement Regulations, copies of this order are being sent to the Noticee viz. Maverick Share Brokers Ltd and also to the Securities and Exchange Board of India.

Place: Mumbai

Date: 29.01.2018

**K SARAVANAN
GENERAL MANAGER &
ADJUDICATING OFFICER**