

**BEFORE THE ADJUDICATING OFFICER**  
**SECURITIES AND EXCHANGE BOARD OF INDIA**

**AO/DSR/ 01 /2009**

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Under section 15-I of Securities and Exchange Board of India Act, 1992  
read with Rule 5 of SEBI (Procedure for Holding Inquiry and Imposing  
Penalties by Adjudicating Officer) Rules, 1995

Against

**Systematix Shares & Stocks (I) Ltd.**  
**(formerly known as Southern Shares & Stocks Ltd.)**

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1. SEBI, vide order dated July 19, 2007, initiated adjudication proceedings against Systematix Shares & Stocks (I) Ltd. (formerly known as Southern Shares & Stocks Ltd.) (hereinafter referred to as noticee) for the alleged violation of Regulation 4(1), (2) (a), (b), (g) and (n) of SEBI (Prohibition of Fraudulent and Unfair Trade Practices relating to Securities market) Regulations, 2003 read with Regulation 7 and clause A (1), (2), (3), (4) & (5) of Schedule II of SEBI (Stock Brokers and Sub-Brokers) Regulations, 1992 in the matter of Today's Writing Products Ltd. A show cause notice dated January 29, 2008 was issued to the noticee.
2. Pending the adjudication proceedings, the noticee made an application dated January 15, 2009, and an affidavit in the format prescribed by SEBI for settlement of the matter in terms of SEBI Circular No. EFD/Cir.-1/2007. Pursuant to the said application, the noticee vide letter dated March 20, 2009 proposed revised consent terms submitting that it was willing to pay a consolidated amount of Rs. 1,25,000/- (Rupees one lakh twenty five thousand only) towards consent terms which includes Rs. 1,00,000/- (Rupees one lakh only) towards settlement charges and Rs. 25,000/- (Rupees twenty five thousand only) towards administrative charges. The revised consent terms were placed before the High Powered Advisory Committee (HPAC) and HPAC after deliberations recommended the case for settlement on the revised consent terms proposed by the noticee. The

same was approved by Committee of Whole Time Members of SEBI on April 28, 2009.

3. In terms of the proposal of the noticee 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. 1,25,000/- (Rupees one lakh twenty five thousand only) in favour of SEBI vide Demand Draft No. 521055 dated May 15, 2009 drawn on the Axis Bank Ltd., Mumbai, towards the terms of consent in the matter.
4. In view of the above, it is hereby ordered that:
  - i) this consent order disposes of the said adjudication proceedings pending against the noticee under SEBI Act, 1992 and
  - ii) 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:
    - a. any representations made by the noticee in the consent proceedings are subsequently discovered to be untrue.
    - b. 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 3rd day of June, 2009 and shall come into force with immediate effect.

In terms of Rule 6 of the Adjudication Rules, copies of this order are sent to the Noticee and also to the Securities and Exchange Board of India.

**D.S. REDDY**

**Adjudicating Officer**

**Place: Mumbai**

