

**BEFORE THE ADJUDICATING OFFICER
SECURITIES AND EXCHANGE BOARD OF INDIA
SETTLEMENT ORDER No. PM/NK/20/2017-18**

**In respect of Application No. 3359 of 2017 submitted by
Vijay Kumar Agarwal HUF (PAN: AACHV1479G)**

In the matter of

**IPO OF SRS LIMITED AND TRADING ACTIVITIES OF CERTAIN ENTITIES ON THE
DAY OF LISTING**

1. Securities and Exchange Board of India (hereinafter referred as 'SEBI') initiated adjudication proceedings to inquire into and adjudge, under section 15HA of the Securities and Exchange Board of India Act, 1992 (hereinafter referred to as 'SEBI Act, 1992'), the violation of Regulation 3(a), 3(b), 3(c), 3(d), 4(1), 4(2) (a) and 4(2)(g) of SEBI (Prohibition of Fraudulent and Unfair Trade Practices Relating to Securities Market) Regulations, 2003) by Vijay Kumar Agarwal HUF (hereinafter referred to as 'Applicant').
2. In this regard, a Show Cause Notice No. A&E/EAD/PM-NK/18643/2017 dated August 7, 2017 (hereinafter referred to as 'SCN') was served on Applicant. In the SCN, it was alleged that the Noticees, namely, Vijay Kumar Aggarwal HUF, Chandarana Intermediaries Brokers Private Limited and A K G Securities and Consultancy Limited along with some other entities namely, Crosseas Capital Services Private Limited, GKN Securities, and R M Shares Trading Private Limited have repeatedly entered into self-trades on the exchange (NSE) on several occasions and in large quantities thereby creating artificial volumes in the scrip. Further, there was no change of ownership of the shares. In self-trades of the clients, the brokers on buy side and sell side were same.
3. It was observed that entities Crosseas Capital Services Private Limited, A K G Securities and Consultancy Limited, Chandarana Intermediaries Brokers Private Limited, R M Shares Trading Private Limited and GKN Securities have entered

into self-trades on NSE on several occasions/ large quantities thereby creating artificial volumes in the scrip. Further, there was no change of ownership of the shares. In self-trades of above mentioned clients the brokers on buy side and sell side were same.

4. Pending adjudication proceedings, the Applicant submitted an Application for Settlement dated September 12, 2017 and an undertaking in the format prescribed by SEBI in terms of SEBI (Settlement of Administrative and Civil Proceedings) Regulations, 2014 (hereinafter referred to as 'Settlement Regulations') without admission of facts and conclusions of law.
5. Pursuant to the said settlement application, the Authorized Representative of the Applicant attended a meeting with the Internal Committee (hereinafter referred to as 'IC') on November 21, 2017. The revised settlement terms as proposed by the Applicant were placed before the High Powered Advisory Committee (HPAC) in its meeting held on November 27, 2017. After considering the facts and circumstances of the case, the HPAC recommended that the case may be settled on payment of Rs. 2,00,000/- (Rupees Two Lacs only) towards settlement charges which were approved by the panel of the Whole Time Members, SEBI on January 03, 2018.
6. Accordingly, the Applicant has remitted a sum of Rs. 2,00,000/- (Rupees Two Lacs only) vide demand draft No. 104291 dated January 05, 2018, drawn on HDFC Bank, payable at Mumbai, towards the terms of settlement in the matter.
7. In view of the above, in terms of Regulation 15(1) of Settlement Regulations, it is hereby ordered that this settlement order disposes of the adjudication proceedings initiated against the Applicant vide the Show Cause Notice dated August 7, 2017.
8. This order is without prejudice to the right of SEBI to take enforcement actions including commencing/ reopening of the pending proceedings against the Applicant, if SEBI finds that:

- i. any representation made by the Applicant in the settlement proceedings are subsequently discovered to be untrue; or
 - ii. the Applicant breaches any of the clauses/conditions of undertakings/waivers filed during the current settlement proceedings.
9. This settlement order is passed on the 18th day of January, 2018 and shall come into force with immediate effect.
10. In terms of Regulation 17 of Settlement Regulations, a copy of this order is being sent to the Applicant and is published on the website of SEBI.

Date: January 23, 2018
Place: Mumbai

PRASANTA MAHAPATRA
ADJUDICATING OFFICER