

**BEFORE THE SECURITIES AND EXCHANGE BOARD OF INDIA,
MUMBAI**

CONSENT ORDER

ON THE APPLICATION SUBMITTED BY

M/S. ADROIT FINANCIAL SERVICES PVT. LTD.

MEMBER: NATIONAL STOCK EXCHANGE LIMITED

(SEBI REGISTRATION NO.INB 230853830)

IN THE MATTER OF M/S. SHAMKEN MULTIFAB LTD.

(CONSENT APPLICATION NO.2252/2011)

1. Securities and Exchange Board of India ('the Board') conducted investigation into the trading in the scrip of M/s. Shamken Multifab Limited ('SML') pursuant to price rise and substantial increase in volume during the period February 23, 2000 to July 20, 2000. The price of the scrip increased from Rs. 6/- on February 23, 2000 to Rs. 22.55/- on July 20, 2000. It was noticed that M/s. Adroit Financial Services Pvt. Ltd. ('the applicant') alongwith the other broker, both acting on behalf of SML, were having major concentration in trading. Their combined trading was 44.79% and 75.87% of the total trading in the scrip at NSE during 1st period of investigation (i.e. from February 23, 2000 to June 20, 2000) and 2nd period (i.e. from June 21, 2000 to July 18, 2000) respectively. Their gross buying during 1st and 2nd period of investigation was 66.06% and 90.25% of the total buy at NSE. It was noticed that the applicant along with another broker, had entered into a number of cross deals, structured deals and synchronized deals which resulted into creation of false market.

2. The investigation revealed that the applicant had violated provisions of Regulation 4 (a), (b) and (c) of SEBI (Prohibition of Fraudulent and Unfair Trade Practices relating to Securities Market) Regulations, 1995 read with Regulations 4 (2) (a) & (e) of SEBI (Prohibition of Fraudulent and Unfair Trade Practices relating to Securities Market) Regulations, 2003 and provisions of para A(2), A(3) and A(5) of Schedule II specified under Regulation 7 and Code of Conduct specified in SEBI (Stock Brokers and Sub-Brokers) Regulations, 1992 and the provisions of SEBI Circular No. SMD/MDP/CIR/043/96 dated August 05, 1996.
3. The enquiry proceedings commenced by issuance of a show cause notice no. IVD/NRO/03/325/2003-04/VK/20747 dated August 04, 2004. Subsequently, further notices were issued to the applicant under the proceedings on December 09, 2004, March 18, 2005 and October 28, 2009.
4. While the enquiry proceedings in the matter were pending before the enquiry officer, the applicant vide application dated January 15, 2010 proposed settlement of the said proceedings through a consent order in terms of SEBI circular no. EFD/ED/Cir-1/2007 dated April 20, 2007. Vide its letter dated August 08, 2011, the applicant proposed revised consent terms of Rs. 10,00,000/- (Rupees Ten Lakhs only). The said revised proposal was considered by the High Powered Advisory Committee ('the HPAC') which, after deliberations, recommended the settlement of the enquiry proceedings pending against the applicant on the consent terms proposed by it. SEBI accepted the said recommendation and the same was communicated to the applicant vide letter dated September 05, 2012.
5. The applicant has forwarded a Demand Draft bearing no. 286142 dated September 11, 2012 in favour of SEBI for a sum of Rs. 10,00,000/- (Rupees Ten Lakhs only) drawn on ICICI Bank, New Delhi, without admitting or denying the guilt on its part.

6. In view of the above, it is hereby ordered that this consent order disposes of the aforesaid enquiry proceedings initiated against M/s. Adroit Financial Services Limited (PAN. AABCA1156D).
7. This order is without prejudice to the powers of the Board to initiate enforcement actions, including commencing or reopening of the proceedings pending against the applicant, if:
 - a. any representation made by the applicant in this consent proceeding is subsequently discovered to be untrue; or
 - b. the applicant breaches any of the consent terms or undertakings filed in this consent proceeding.
8. This consent order is passed on this day, the 01 day of November, 2012.

RAJEEV KUMAR AGARWAL
WHOLE TIME MEMBER

PRASHANT SARAN
WHOLE TIME MEMBER