

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

**CONSENT ORDER No: OIAE/2320/AO/EAD-2/102/2012
ON THE APPLICATION SUBMITTED BY**

**SABERO ORGANICS GUJARAT LIMITED
(PAN AABCS5313C)**

1. Securities and Exchange Board of India (hereinafter referred to as the 'SEBI') had identified M/s Sabero Organics Gujarat Limited (hereinafter referred to as the 'applicant') as one of the companies against whom large number of investor complaints was pending over a long period of time. In view of the same, SEBI vide its letters dated September 25, 2008, February 13, 2009 and July 28, 2010 advised the applicant to redress 79 pending complaints against it and submit a status report / Action taken report (ATR) to SEBI within the prescribed time. However, the applicant did not redress the said complaints and submit the ATR as required. Hence, SEBI had initiated adjudication proceedings against the applicant to inquire into and adjudge the alleged violation of Section 15C of the SEBI Act, 1992 (hereinafter referred to as 'the said Act').
2. In the course of the adjudication proceedings, a Show Cause Notice bearing no. EAD-2/SJ/9119/2011 dated March 18, 2011 was issued to the applicant under Rule 4 of the SEBI (Procedure for holding inquiry and imposing penalties by Adjudicating Officer) Rules, 1995, for the applicant's alleged violations of the abovementioned provisions of law. Pending the adjudication proceedings, the applicant filed an application for consent vide letter dated May 16, 2011 and an affidavit of "Undertakings and Waivers" in the matter in terms of SEBI Circular No. EFD/ED/Cir-1/2007 dated October 07, 2009 by proposing to pay ₹ 25,000/- (Rupees Twenty

Five Thousand only) towards settlement fees, in the present matter. The applicant, vide letter dated July 09, 2012, submitted the revised consent terms towards the settlement of the said failure of ₹ 6,80,000/- (Rupees Six Lakh Eighty thousand only). The revised terms as proposed by the applicant were placed before the High Powered Advisory Committee (HPAC) meeting held on September 04, 2012 and after considering that all the pending complaints were redressed by the applicant and an undertaking to that effect was also submitted by it, the HPAC recommended that the case may be settled on payment of ₹ 6, 80,000/- (Rupees Six Lakh Eighty thousand only). The acceptance of the consent proposal was communicated to the applicant by SEBI vide its letter dated November 21, 2012.

3. The applicant has remitted a sum of ₹ 6,80,000/- (Rupees Six Lakh Eighty thousand only), vide pay order bearing no. 166268 dated November 22, 2012 drawn on Union Bank of India payable at Mumbai, towards the settlement charges, for the purpose of settling the adjudication proceedings by consent order.
4. In view of the above, the adjudication proceedings initiated against the applicant is hereby settled as per the above consent terms. 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:
 - a. any representations made by the applicant in the consent proceedings are subsequently discovered to be untrue.
 - b. the applicant has breached any of the clauses/conditions of undertakings/waivers filed during the current consent proceedings.
5. This consent order is passed on the 29th day of November, 2012 and shall come into force with immediate effect.

6. In terms of rule 6 of the Adjudication Rules, a copy of this order is being sent to the applicant and to Securities and Exchange Board of India.

P. K. KURIACHEN
ADJUDICATING OFFICER