

BEFORE THE SECURITIES AND EXCHANGE BOARD OF INDIA, MUMBAI

CONSENT ORDER

ON THE APPLICATION SUBMITTED BY

SHRI VIRAL V MEWADA

**IN THE MATTER OF
M/s. ADITYA INFOSFT LIMITED**

(CONSENT APPLICATION NO. 1415/2009)

1. Securities and Exchange Board of India (SEBI) had conducted investigations in respect of buying, selling and dealing in the shares of M/s. Aditya Infosoft Limited (hereinafter referred to as 'AIL') during the period December 03, 2003 to January 23, 2004. The investigations, *prima facie*, revealed that Shri Viral V Mewada (hereinafter referred to as 'applicant'), client of Shri Parshwa Finance, indulged in irregular trades, along with a few others, in the scrip of AIL. Therefore, it was alleged that the applicant had violated the provisions of Regulations 3 (a), 3 (b), 3 (c), 3 (d), 4 (1), 4(2)(a), 4(2)(b), 4(2)(e) and 4 (2) (g) of SEBI (Prohibition of Fraudulent and Unfair Trade Practices Relating to Securities Market) Regulations, 2003 (hereinafter referred to as 'PFUTP Regulations').
2. Pursuant to the said investigations, SEBI initiated proceedings under Sections 11 (4) and 11B of the SEBI Act, 1992 against the applicant. Thereafter, SEBI issued a show cause notice No. IVD/ID3/PKB/PB/AIL/SCN/93173/2007 dated May 10, 2007 to the applicant. While the proceedings pursuant to the show cause notice were in progress, the applicant, vide application dated July 01, 2009, 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. The applicant proposed revised consent terms vide letter dated July 30, 2009,

whereby the applicant undertook to pay Rs.25,000/- (Rupees Twenty Five Thousand only) towards settlement charges along with voluntary debarment from buying, selling or dealing in the securities market in any manner whatsoever, whether directly or indirectly, for a period of five years. The High Powered Advisory Committee, constituted by SEBI, considered the consent terms proposed by the applicant and recommended that the case may be settled on the terms proposed. SEBI accepted the said recommendations and communicated the same to the applicant vide letter dated September 14, 2009.

3. The applicant, for the sole purpose of settling the matter without admitting or denying the charges, remitted a sum of Rs. 25,000/- (Rupees Twenty Five Thousand only) towards settlement charges, vide Pay Order No.324929 dated October 29, 2009 issued by HDFC Bank, Mumbai.
4. In view of the above, it is hereby ordered that this consent order disposes of the said proceedings under Sections 11(4) and 11B of the SEBI Act, 1992 against the applicant in the matter. It is also ordered that the applicant shall not buy, sell or otherwise deal in securities market in any manner whatsoever, whether directly or indirectly, for a period of five years from December 01, 2009.
5. This order is without prejudice to the right of SEBI 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.
6. A copy of this order shall be served on all recognized Stock Exchanges and the Depositories to ensure that the applicant namely, Shri Viral V Mewada (PAN No.AFFPM7065P) is not allowed to buy, sell or deal in securities, in any manner

whatsoever, directly or indirectly, for a period of five years from December 01, 2009.

8. This consent order is passed on this the 19th day of November, 2009 and shall come into force with immediate effect.

M. S. SAHOO
WHOLE TIME MEMBER

K. M. ABRAHAM
WHOLE TIME MEMBER