

BEFORE THE SECURITIES AND EXCHANGE BOARD OF INDIA

SUMMARY SETTLEMENT ORDER
On Summary Settlement Application No. 04 of 2018**In respect of Mr. Prashant Shetty [PAN: ABQPS2763P]****In the matter of IndoStar Capital Finance Limited**

1. Securities and Exchange Board of India (‘SEBI’) had conducted an examination in the scrip of IndoStar Capital Finance Limited (‘IndoStar/ company’). The examination *prima facie* revealed that Mr. Prashant Shetty (hereinafter referred to as ‘applicant’) had sold 15,000 shares of IndoStar during June 15, 2018 to June 19, 2018. As the traded value of the said sale transactions had exceeded ₹10 Lakh during the examination period, the applicant was required to make disclosures under Regulation 7(2)(a) of the SEBI (Prohibition of Insider Trading) Regulations, 2015. The required disclosures were made with delay.
2. Before proceeding further and initiating proceedings under Section 15A(b) of the SEBI Act, 1992, a ‘Notice of Settlement’ dated November 02, 2018 (‘notice’) was issued to the applicant, intimating thereby that the aforesaid default, may be settled and disposed of upon filing of a settlement application under the SEBI (Settlement of Administrative and Civil Proceedings) Regulations, 2014 (‘Settlement Regulations’) along with remittance of settlement amount of ₹2,04,750/- (Rupees Two Lakh Four Thousand Seven Hundred Fifty only) to SEBI, in terms of Regulation 14A of the Settlement Regulations within 30 calendar days from the date of receipt of the notice.
3. In reply, the applicant vide letter dated November 27, 2018, filed an application in terms of Chapter VIA of the Settlement Regulations, without admitting or denying the findings of fact and conclusions of law, proposing to settle the defaults as discussed in para 1 above, through a settlement order. Vide the said letter, the applicant also forwarded a demand draft number 049178 dated November 20, 2018 drawn on Axis Bank has remitted a sum of ₹2,04,750/- (Rupees Two Lakh Four Thousand Seven Hundred Fifty only) towards the settlement charges.
4. Accordingly, the proposed proceedings that could have been initiated for the defaults as discussed in paragraph 1 above, are settled *qua* the applicant as per the above terms, by way of this order

and SEBI shall not initiate any enforcement action against the applicant for the said defaults.

5. In view of the above and in terms of Regulations 14A(3) read with Regulation 15 and 19 of the Settlement Regulations read with Regulation 34(2)(a) of the SEBI (Settlement Proceedings) Regulations, 2018, it is hereby ordered that:
 - i. this order disposes of the proceedings that may be initiated for the default as mentioned above, in respect of the applicant and;
 - ii. passing of this order is without prejudice to the right of SEBI to take enforcement actions including commencing proceedings against the applicant, if SEBI finds that:
 - a. any representation made by the applicant in the present settlement proceedings is subsequently discovered to be untrue;
 - b. the applicant has breached any of the clauses/ conditions of undertakings/ waivers filed during the present settlement proceedings.
6. This settlement order is passed on this 11th day of January, 2019 and shall come into force with immediate effect.
7. In terms of regulation 17 of the Settlement Regulations, a copy of this order shall be sent to the applicant and shall also be published on the website of SEBI.

-Sd-

S.K. MOHANTY
WHOLE TIME MEMBER

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ANANTA BARUA
WHOLE TIME MEMBER