

BEFORE THE SECURITIES AND EXCHANGE BOARD OF INDIA

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SETTLEMENT ORDER

On Application No. 3430 of 2017

Filed by Kumabhi Investments Pvt. Limited [PAN No. AAACK1032F]

In the matter of SBEC Sugar Limited

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1. Kumabhi Investments Pvt. Limited (hereinafter referred to as 'applicant') filed a settlement application in terms of the SEBI (Settlement of Administrative and Civil Proceedings) Regulations, 2014 ("Settlement Regulations"), without admitting or denying the findings of fact and conclusions of law, proposing to settle, through a settlement order, the proposed adjudication proceedings intimated vide Notice of Approved Enforcement Action dated May 16, 2017, for the delayed compliance of Regulation 29(2) of the SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 (delay in making disclosure of change in shareholding for two per cent or more in the scrip of SBEC Sugar Limited i.e. from 5.01% to 0.01%).
2. The authorised representatives of the applicant had meeting with the Internal Committee of SEBI on March 22, 2018, wherein the settlement terms were deliberated. Thereafter, the applicant, vide letter dated March 26, 2018, proposed the revised settlement terms to settle the default mentioned above.
3. The High Powered Advisory Committee ('HPAC') in its meeting held on April 09, 2018 considered the settlement terms proposed and recommended the case for settlement upon payment of ₹2,82,483/- (Rupees Two Lakh Eighty Two Thousand Four Hundred Eighty Three only) by the applicant towards settlement charges for the aforementioned default. The Panel of Whole Time Members of SEBI accepted the said recommendation of the HPAC and the same was communicated to the applicant vide e-mail dated May 02, 2018.
4. The applicant vide Demand Draft number 031195 dated May 10, 2018 drawn on HDFC Bank has remitted ₹2,82,483/- (Rupees Two Lakh Eighty Two Thousand Four Hundred Eighty Three only) towards the settlement charges.
5. Accordingly, the proposed adjudication proceedings for the alleged default as discussed in paragraph 1 above, is 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 default.

6. In view of the above, in terms of regulations 15 and 19 of the Settlement Regulations, it is hereby ordered that:
- i. this order disposes of the said proposed adjudication proceedings in respect of the applicant as mentioned above 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.
7. This settlement order is passed on this 11<sup>th</sup> day of June, 2018 and shall come into force with immediate effect.
8. 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.

**G. MAHALINGAM**  
**WHOLE TIME MEMBER**

**MADHABI PURI BUCH**  
**WHOLE TIME MEMBER**