

BEFORE THE SECURITIES AND EXCHANGE BOARD OF INDIA, MUMBAI

CONSENT ORDER

ON THE APPLICATION SUBMITTED BY

SHRI DHIREN N. PAJWANI

IN THE MATTER OF

ORDER BOOK MANIPULATION
(CONSENT APPLICATION No.208/2007)

1. In view of sudden spurt in the prices of the shares of the following companies on the day of their listing, Securities and Exchange Board of India (SEBI) had investigated into the dealings of these shares:

Sl.	Name of the Company	Date of Listing
1.	Pochiraju Industries Ltd.	Feb 09, 2007
2.	Cambridge Technology Enterprise Ltd.	Feb 07, 2007
3.	Mindtree Consulting Ltd.	Mar 07, 2007
4.	Shree Astavinayak Cine Vision Ltd.	Jan 10, 2007
5.	Pyramid Saimita Theatre Ltd.	Jan 05, 2007
6.	AI Champdany Industries Ltd.	Feb 14, 2007*

**Re-listing of company pursuant to amalgamation of Champdany Industries Ltd., and AI Champday Industries Ltd.*

2. Investigations, *prima facie*, revealed that certain entities, including Shri Dhiren N. Pajwani (hereinafter referred to as the 'applicant') had indulged in order book manipulation which portrayed misleading appearance of trades in these shares, in violation of Regulation 4(2)(a), (b) and (g) of the Securities and Exchange Board of India (Prohibition of Fraudulent and Unfair Trade Practices Relating to Securities Markets) Regulations, 2003. Accordingly, SEBI, vide an interim order dated April 26, 2007, directed the applicant to cease and desist from dealing in the shares in the manner described therein and also directed the applicant not to buy, sell or deal in securities, directly or indirectly, on the day of listing of any securities on the stock exchanges until further orders.
3. While further proceedings in the matter were in progress, the applicant, vide letter dated October 12, 2007, proposed settlement of the pending proceedings through consent order in terms of SEBI Circular dated EFD/Cir-1/2007 dated April 20, 2007. The consent terms proposed by the applicant were placed before the High Powered Advisory Committee (HPAC) and the HPAC, after deliberations, recommended the case for settlement. As per the terms of settlement, the applicant shall pay Rs.1,00,000/- (Rupees one lakh only) towards settlement charges. The recommendation of HPAC was accepted by SEBI and communicated to the applicant vide letter dated July 29, 2008.
4. Accordingly, the applicant, without admitting or denying the charges, has paid Rs. 1,00,000 (Rupees one lakh only) vide demand draft no. 651483 dated August 04, 2008, drawn on State Bank of India payable at Mumbai towards settlement charges.

5. In view of the above, it is hereby ordered that this consent order disposes of the proceedings initiated vide the interim Order dated April 26, 2007 under Section 11(4), 11B and 11D of the SEBI Act, 1992 and the directions in the said interim Order dated April 26, 2007, to the extent such directions are applicable to the applicant are hereby revoked.
6. This order is without prejudice to the right of SEBI to take enforcement action including commencing / reopening of the pending proceedings against the applicant, if:
 - a. any representation made by the applicant in this consent proceeding is subsequently discovered to be untrue.
 - b. the applicant breaches any of the consent terms or undertakings filed in this consent proceedings.
7. This consent order is passed on this day, the 3rd October, 2008 and shall come into force with immediate effect.

T. C. Nair

Whole Time Member

M. S. Sahoo

Whole Time Member