

**BEFORE THE SECURITIES AND EXCHANGE BOARD OF INDIA
MUMBAI**

CONSENT ORDER

ON THE APPLICATION SUBMITTED BY

M/S SURYAKANT SHARE & STOCK BROKERS PVT. LTD.

MEMBER: BSE & MCX-SX

SEBI REGISTRATION NOS. INB011339331 (BSE-CM) &

INE261339331 (MCX-SX)

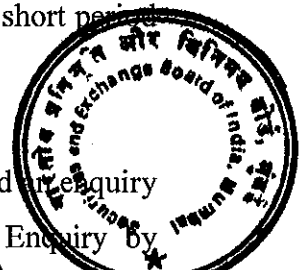
IN THE MATTER OF

M/S STOCKNET INTERNATIONAL LTD.

(CONSENT APPLICATION NO. 2046/2010)

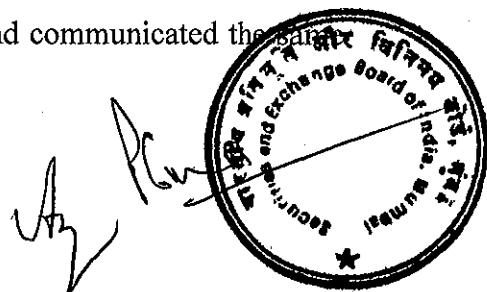
1. Securities and Exchange Board of India (hereinafter referred to as 'SEBI') conducted investigations in the scrip of M/s Stocknet International Ltd., (hereinafter referred to as 'SNIL'), a Company listed at Calcutta Stock Exchange (CSE) and at Bombay Stock Exchange (BSE), for the period April 30, 2001 to August 03, 2001 due to a sudden spurt in price and volume in the scrip during the period May 31, 2001 to July 13, 2001. The price rise in the said scrip was from Rs. 45.10 to Rs. 104.40 during the said period. The investigations indicated that M/s Suryakant Share and Stock Brokers Pvt. Ltd. (hereinafter referred to as the 'applicant') was one among other top brokers, who had extensively dealt in the scrip of SNIL on behalf of its client viz; M/s Shree Parshwa Finance by indulging in circular trading, which resulted in increase in volume and price in short period of around one month.

2. Based on the above said findings of the investigations, SEBI appointed an enquiry officer under Regulation 5 (1) of SEBI (Procedure for Holding Enquiry by

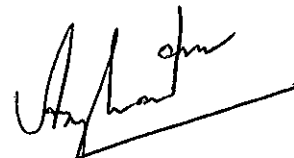


Enquiry Officer and Imposing Penalties) Regulations, 2002 to enquire into the afore-mentioned violations committed by the applicant. SCN dated June 27, 2008 was issued by the Enquiry Officer alleging that the applicant violated the provisions of Regulation 4 (a), (b), (d) and (e) of SEBI (Prohibition of Fraudulent and Unfair Trade Practices Relating to Securities Market) Regulations, 1995 read with Regulations 4(1), (2) (a), (b), (d), (e) and (n) of SEBI (Prohibition of Fraudulent and Unfair Trade Practices Relating to Securities Market) Regulations, 2003 and Clauses A (1), (2), (3), (4) & (5) of Code of Conduct as specified in Schedule II under Regulation 7 of SEBI (Stock Brokers and Sub- Brokers) Regulations, 1992. The applicant was called upon to show cause as to why the certificate of registration granted to the applicant should not be suspended or cancelled or why any other action under Intermediaries Regulations, 2008 should not be taken against the applicant. Considering the replies filed by the applicant and the submissions made during personal hearing, the Enquiry Officer submitted a report to the Board recommending suspension for a period of two weeks. Thereafter, SCN (No. IVD/ID-6/BC/SD/Stocknet/PSSSBPL/6464/10) dated May 25, 2010 under Regulation 28 (1) of Intermediaries Regulations, 2008 was issued to the applicant to show cause as to why action should not be taken against him as recommended by the Enquiry Officer or as deemed fit by the Board.

3. While the above proceedings were in progress, the applicant vide application dated 19/06/2010 proposed settlement of the above said proceeding 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 15/09/2010, whereby the applicant undertook to pay Rs. 4,00,000/- (Rupees Four Lakhs) towards settlement charges. The consent terms proposed by the applicant were placed before the High Powered Advisory Committee (hereinafter referred to as 'HPAC') constituted by SEBI, which after deliberations, recommended that the aforesaid pending proceeding may be settled on the terms proposed by the applicant. SEBI accepted the said recommendations and communicated the same to the applicant vide letter dated December 23, 2010.

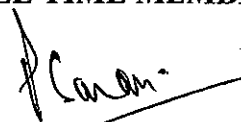


4. For the sole purpose of settling the matter on hand and without admission or denial of guilt on the part of the applicant, the applicant have remitted a sum of Rs. 4,00,000/- (Rupees Four Lakhs only) vide Demand Draft No. "266986" dated 27/12/2010 drawn on Bank of India.
5. In view of the above, it is hereby ordered that this consent Order disposes of the above mentioned proceeding initiated against the applicant vide SCN dated May 25, 2010.
6. A copy of the order shall be served on BSE and MCX-SX, of which the applicant is a broker.
7. 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.
- 9) This consent order is passed on this day, the 21st of January 2011 and shall come into force with immediate effect.



K.M. ABRAHAM

WHOLE TIME MEMBER



PRASHANT SARAN

WHOLE TIME MEMBER

