

BEFORE THE SECURITIES AND EXCHANGE BOARD OF INDIA, MUMBAI

CONSENT ORDER

**ON THE APPLICATION SUBMITTED BY
MOTILAL OSWAL SECURITIES LIMITED**

**IN THE MATTER OF
IPO IRREGULARITIES DURING 2003-2005**

(CONSENT APPLICATION NO. 1748/2010)

CORRIGENDUM

1. This corrigendum is issued to the consent order CO/ISD/1748/367/2010 dated May 6, 2010.
2. Para 2 at page 2 of the said order shall be substituted by the following:

“2. Pursuant to the investigations, SEBI initiated enquiry proceedings under Regulation 6 of SEBI (Procedure for Holding Enquiry by Enquiry Officer and Imposing Penalty) Regulations, 2002 and the Enquiry Officer (EO) issued a Show Cause Notice dated February 9, 2007. The applicant, vide its reply dated April 3, 2007, replied to the said Show Cause Notice. Thereafter, the EO vide report dated October 23, 2009 has found that the charges relating to deficiencies in adhering to Know Your Clients (KYC) norms/ documentation in a number of cases stood established. The EO has found that the following charges were not established:

- (i) facilitating key operators to open 697 fictitious/ benami accounts with common addresses;
- (ii) assisting key operators in cornering the IPO allotments under the retail category in purported names of afferent accounts.

The Enquiry Officer recommended that the Certificate of Registration granted to the applicant as DP of CDSL be suspended for a period of seven days in terms of Regulation 27(i) of the SEBI (Intermediaries) Regulations, 2008. The Enquiry Report was under consideration by the Whole Time Member of SEBI and a Show Cause Notice dated November 3, 2009 was also issued to the applicant to show cause as to why appropriate penalty should not be imposed.”

3. Other contents of the Consent Order dated May 6, 2010 shall remain unchanged.

K. M. ABRAHAM
WHOLE TIME MEMBER

PRASHANT SARAN
WHOLE TIME MEMBER