

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

CONSENT ORDER

ON THE APPLICATION SUBMITTED BY

**SAV STOCK MANAGEMENT PVT. LTD.
(Formerly AMS Stock Management Private Limited)
(SEBI Regn. No. INB 011058436)**

**IN THE MATTER OF
SOUNDCRAFT INDUSTRIES LIMITED**

(CONSENT APPLICATION NO. 853/2008)

1. SEBI had conducted investigations into the trading of the shares of Soundcraft Management Pvt. Ltd. during July 02, 2001 to January 02, 2002. The investigation *prima facie* revealed that SAV Stock Management Pvt. Ltd. (hereinafter referred to as 'applicant'), a broker (SEBI Regn. No. INB 011058436, PAN-AABCA9880G) of the Bombay Stock Exchange Limited, had indulged in circular trading while executing the orders for its clients in the shares of the company.
2. Pursuant to the investigation, SEBI initiated enquiry proceedings under the SEBI (Procedure for Holding Enquiry by Enquiry Officer and Imposing Penalty), Regulations, 2002 against the applicant. It issued a post enquiry show cause notice dated April 07, 2006 alleging that the applicant had violated the provisions of regulation 4(a), (b), (c) & (d) of the SEBI (Prohibition of Fraudulent and Unfair Trade Practices relating to Securities Market) Regulations 1995 and Clause A(3) & (4) of the Code of Conduct as specified in Schedule II read with Regulation 7 of the SEBI (Stock Brokers and Sub-Brokers) Regulations, 1992. The applicant replied to the said show cause notice vide letter dated June 03, 2006. An opportunity of personal hearing was granted on Oct 04, 2006 which the applicant availed.
3. While the above proceedings were in progress, the applicant vide letter dated July 16, 2008 proposed settlement of the said proceedings through a consent order in terms of SEBI circular No. EFD/ED/Cir-1/2007 dated April 20, 2007. He proposed revised consent terms vide letter dated October 10, 2008. The High Powered Advisory Committee constituted by SEBI considered the consent terms proposed by the applicant and, after taking into account all the facts and circumstances of the case, recommended the case for settlement. Accordingly, the applicant shall pay Rs. 50,000 (Rupees fifty thousand only) towards settlement charges and shall keep its certificate of registration (Regn. No. INB 011058436) suspended for a period of one month from the date of this order. SEBI accepted the said recommendations and communicated the same to the applicant vide letter dated December 23, 2008.

4. Accordingly, the applicant, without admitting or denying the charges, has remitted a sum of Rs. 50,000/- (Rupees fifty thousand only) towards settlement charges vide demand draft No. 344113 dated December 24, 2008 drawn on HDFC Bank Ltd. payable at Mumbai. It has also undertaken to keep its certificate of registration (Regn. No. INB 011058436) suspended for a period of one month from the date of this order.
5. In view of the above, it is hereby ordered that this consent order disposes of the said enquiry proceedings pending against the applicant in the matter of Soundcraft Industries Limited. It is also ordered that the applicant shall keep its certificate of registration (Regn. No. INB 011058436) suspended for a period of one month from the date of this order.
6. A copy of this Order shall be served on the Bombay Stock Exchange Ltd. of which the applicant is a broker to ensure that the applicant does not trade as broker as ordered in Para 5 above.
7. This order is without prejudice to the right of SEBI to initiate enforcement actions, including commencing or reopening of the proceedings pending against 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.
8. This consent order is passed on this day, the 23rd of January 2009 and shall come into force with immediate effect.

M. S. Sahoo
Whole Time Member

K. M. Abraham
Whole Time Member