

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

**CONSENT ORDER**

**ON THE APPLICATION SUBMITTED BY**

**M/s. India Infoline Limited**

**(Formerly known as 'M/s. India Infoline Securities Pvt. Ltd.')**

**CO/MIRSD-DPS-2/1111/AO/SD/24/2009**

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1. Securities and Exchange Board of India (hereinafter referred to as 'SEBI') had initiated adjudication proceedings against M/s. India Infoline Limited (formerly known as 'M/s. India Infoline Securities Pvt. Ltd.' and hereinafter referred to as the 'noticee') to adjudge under Section 19A and 19G of the Depositories Act, 1996 the alleged violation of Regulations 20A, 49, 54 (4) and 61 of the Securities and Exchange Board of India (Depositories and Participants) Regulations, 1996 by the noticee. Accordingly, a show cause notice bearing No. EAD-2/SD/AS/137021/2008 dated September 08, 2008 was issued under Rule 4 of the Depositories (Procedure for Holding Enquiry & Imposing Penalties by Adjudicating Officer) Rules, 2005 to the noticee, for the alleged violation of the abovementioned provisions of law by the noticee.
2. Pending the adjudication proceedings, the noticee filed a consent application dated November 25, 2008 along with an affidavit of "Undertakings and Waivers" in the prescribed format in the said matter in terms of SEBI Circular No. EFD/ED/Cir.-1/2007 dated April 20, 2007. Pursuant to the said application, the noticee vide letter dated March 19, 2009 proposed revised consent terms whereby it proposed to pay Rs.75,000/- (Rupees Seventy Five Thousand Only) towards settlement terms and Rs.25,000/- towards administrative charges in the said matter.

The terms as proposed by the noticee were placed before the High Powered Advisory Committee (HPAC) meeting held on April 15, 2009 and after considering the facts and circumstances of the case and material put forth before the HPAC by SEBI, the HPAC recommended that the case may be settled on payment of Rs.75,000/- (Rupees Seventy Five Thousand Only) towards settlement charges and Rs.25,000/- towards administrative charges, which has been approved by the Committee of Members vide Office Note bearing RNI 509/2009 dated April 28, 2009. The acceptance by SEBI of the said recommendations was communicated to the noticee vide letter dated May 08, 2009.

3. In terms of the noticee's proposal for the sole purpose of settling the matter on hand and without admission or denial of guilt on the part of the noticee to the finding of fact or conclusion of law, the noticee has remitted a total sum of Rs.100,000/- (Rupees One Lakh Only) vide two Demand Drafts (i) Draft No. 077349 dated May 15, 2009 drawn on Axis Bank Ltd., Mumbai for Rs.75,000/- (Rupees Seventy Five Thousand Only) and (ii) Draft No. 077348 dated May 15, 2009 drawn on Axis Bank Ltd., Mumbai for Rs.25,000/- (Rupees Twenty Five Thousand Only), towards the terms of consent in the matter.
4. In view of the above, it is hereby ordered that:
  - I. this consent order disposes of the said adjudication proceedings pending against the noticee under the Depositories Act, 1996, and
  - II. passing of this order is without prejudice to the right of SEBI to take enforcement actions including commencing/ reopening of the pending proceedings against the noticee, if SEBI finds that

- a) any representations made by the noticee in the consent proceedings are subsequently discovered to be untrue.
  - b) the noticee has breached any of the clauses/conditions of undertakings/waivers filed during the current consent proceedings.
5. This consent order is passed on the 05<sup>th</sup> day of June, 2009 and shall come into force with immediate effect.

**PLACE: MUMBAI**

**SANDEEP DEORE**  
**ADJUDICATING OFFICER**