

BEFORE THE SECURITIES AND EXCHANGE BOARD OF INDIA

SETTLEMENT ORDER

On Application No. 3838/2019

Filed by M/s. Coastal Corporation Limited (PAN No. AACCC6045J)

In the matter of Coastal Corporation Limited

1. M/s. Coastal Corporation Limited (hereinafter referred to as “the applicant”) filed a *suo-moto* application proposing to settle, through a settlement order, the delayed compliance of disclosure requirements under Regulation 6(2), 6(4) and Regulation 8(3) of the SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 1997.
2. The applicant in its application submitted that, it failed to comply with Regulation 6(2) and 6(4) of the SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 1997 within the prescribed timeline and the required disclosures were made with a delay of 57 quarters. Further, the applicant made delayed yearly disclosures on 14 instances during the period 1997 till 2009 under Regulation 8(3) of the SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 1997.
3. The authorized representatives of the applicant had a meeting with Internal Committee on March 19, 2019. During the meeting, as the application was fulfilling the requirement of Chapter VII of the SEBI (Settlement Proceedings) Regulations, 2018, (hereinafter referred to as “Settlement Regulations”), the Internal Committee felt it appropriate that the application may be processed as per the Summary Settlement Procedure. Accordingly, a notice of summary settlement was issued on March 20, 2019 in terms of Regulation 16(1) (Summary Settlement Procedure) of Settlement Regulations intimating the applicant that the aforesaid default may be settled and disposed of upon remittance of settlement amount of Rs. 27,95,000/- (Rupees Twenty Seven Lakh Ninety Five Thousand Only) (amount arrived in terms of Settlement Regulations) within 10 working days from the date of receipt of the notice.

4. In reply, the applicant vide email dated March 25, 2019, informed that it had remitted a sum of Rs. 27,95,000/- towards settlement charges.
5. Accordingly, the possible proceedings that may be initiated for the defaults as discussed in paragraph 1 above, are settled *qua* the applicant as per the above terms, by way of this order and SEBI shall not initiate any enforcement action against the applicant for the said defaults.
6. In view of the above, in exercise of the powers conferred under Section 15JB of the Securities and Exchange Board of India Act, 1992 and in terms of Regulations 23 and 28 read with Regulation 34 of the Settlement Regulations, it is hereby ordered that:
- i. the proposed adjudication proceedings for the alleged default as discussed in paragraph 1 above, are settled *qua* the applicant as per the above terms,
 - ii. SEBI shall not initiate any enforcement action against the applicant for the said defaults,
 - iii. this order disposes of the said proposed adjudication proceedings in respect of the applicant as mentioned above and;
 - iv. passing of this order is without prejudice to the right of SEBI to take enforcement actions including commencing proceedings against the applicant, if SEBI finds that:
 - a. any representation made by the applicant in the present settlement proceedings is subsequently discovered to be untrue;
 - b. the applicant has breached any of the clauses/ conditions of undertakings/ waivers filed during the present settlement proceedings.
7. This settlement order is passed on this 29th day of March, 2019 and shall come into force with immediate effect.
8. In terms of Regulation 25 of the Settlement Regulations, a copy of this order shall be sent to the applicant and shall also be published on the website of SEBI.

Sd/-

S.K. MOHANTY
WHOLE TIME MEMBER

Sd/-

ANANTA BARUA
WHOLE TIME MEMBER