

BEFORE THE SECURITIES AND EXCHANGE BOARD OF INDIA, MUMBAI

CONSENT ORDER

ON THE APPLICATION SUBMITTED BY

SANTOSH KUMAR KEJRIWAL SECURITIES PRIVATE LIMITED

**IN THE MATTER OF
ADINATH BIO-LABS LIMITED**

(CONSENT APPLICATION NO. 404/2008)

1. Securities and Exchange Board of India (SEBI) had conducted investigations in respect of buying, selling and dealing in the shares of Adinath Bio-Labs Limited (hereinafter referred to as 'ABL'). The investigations *prima facie*, revealed that Santosh Kumar Kejriwal Securities Private Limited (hereinafter referred to as 'applicant') with SEBI Registration No. INB 030757730, during the period April 2005 to November 2005 along with others facilitated the manipulation of trading in the scrip of ABL. Therefore, it was alleged that the applicant had violated the provisions of Regulation 4(2) (a), (e) & (o) of the SEBI (Prohibition of Fraudulent and Unfair Trade Practices Relating to Securities Market) Regulations, 2003, and the Code of Conduct prescribed under Regulation 7 of the SEBI (Stock Brokers and Sub-brokers) Regulations, 1992.
2. Pursuant to the said investigations, SEBI initiated enquiry proceedings under the SEBI (Procedure for Holding Enquiry by Enquiry Officer & Imposing Penalty) Regulations, 2002. Thereafter, SEBI issued a Show Cause Notice No. EAD/GBR/89161/2007 dated March 16, 2007 to the applicant.
3. While the above proceedings were in progress, the applicant, vide letter dated December 11, 2008 and May 17, 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. The High Powered Advisory Committee constituted by SEBI, considered the consent terms proposed by the applicant and

recommended that in addition to the suspension already undergone by the applicant from September 29, 2005 to August 11, 2008, the case may be settled on payment of Rupees 50,000/- (Rupees Fifty Thousand only) towards settlement charges.. SEBI accepted the said recommendations and communicated the same to the applicant vide letter dated September 10, 2009.

4. The applicant for the sole purpose of settling the matter without admitting or denying the charges ,remitted a sum of Rupees.50,000/- (Rupees Fifty Thousand only) vide Demand Draft No.011392 dated September 15, 2009 drawn on HDFC Bank, Mumbai.
5. In view of the above, it is hereby ordered that this consent order disposes of the above said proceedings against the applicant (PAN AAHCS 0077P).
6. 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.
7. This consent order is passed on this day, the 27th of October, 2009 and shall come into force with immediate effect.

M. S. SAHOO
WHOLE TIME MEMBER

Dr. K. M. ABRAHAM
WHOLE TIME MEMBER