

Circular No.: MCX-SX/ID/3017/2015

May 18, 2015

SEBI order in the matter of Wasankar Wealth Management Limited (WWML)

This is with reference to Exchange circulars nos. MCX-SX/ID/2084/2014 dated July 31, 2014, MCX-SX/ID/2159/2014 dated August 28, 2014, and MCX-SX/ID/2434/2014 dated December 11, 2014 in the matter of Wasankar Wealth Management Limited

SEBI now vide its order no: WTM/PS/8/IMD/DoF-I/MAY/2015 dated May 18, 2015 has issued the following directions:

- a. Wasankar Wealth Management Limited [PAN: AAAVW8073C] and its promoters/ directors including Mr. Prashant Jaidev Wasankar [PAN: AAIPW1864A], Ms. Mithila Vinay Wasankar [PAN: ANFPM0123J], Mr. Vinay Jaidev Wasankar [PAN: AALPW3215A], Mr. Bhagyashree Prashant Wasankar [PAN: AALPW3274H] and Mr. Abhijeet Jayant Chaudhari [PAN: AIUPC8611M] shall jointly and severally, forthwith refund the money collected by the Company through the issuance of Non-Convertible Preference Shares (which have been found to be issued in contravention of the public issue norms stipulated under the Companies Act, 1956), to the investors including the money collected from investors, till date, pending allotment of NCPS, if any, with an interest of 15% per annum compounded at half yearly intervals, from the date when the repayments became due (in terms of Section 73(2) of the Companies Act, 1956) to the investors till the date of actual payment.
- b. The repayments to investors shall be effected only in cash through Bank Demand Draft or Pay order.
- c. The Company/ its present management is permitted to sell the assets of the Company only for the sole purpose of making the refunds as directed above and deposit the proceeds in an Escrow Account opened with a nationalised Bank.
- d. The Company shall issue public notice, in all editions of two National Dailies (one English and one Hindi) and in one local daily (in Marathi) with wide circulation, detailing the modalities for refund, including details on contact persons including names, addresses and contact details, within fifteen days of this Order coming into effect.
- e. After completing the aforesaid repayments, the Company shall file a certificate of such completion with SEBI from two independent peer reviewed Chartered Accountants who are in the panel of any public authority or public institution. For the purpose of this order, a peer reviewed Chartered Accountant shall mean a Chartered Accountant, who has been categorized so by the Institute of Chartered Accountants of India ('ICAI').

- f. Wasankar Wealth Management Limited and its promoters and directors including Mr. Prashant Jaidev Wasankar, Ms. Mithila Vinay Wasankar, Mr. Vinay Jaidev Wasankar, Mr. Bhagyashree Prashant Wasankar and Mr. Abhijeet Jayant Chaudhari are also directed to provide a full inventory of all their assets and properties and details of all their bank accounts, demat accounts and holdings of shares/ securities, if held in physical form.
- g. Wasankar Wealth Management Limited is directed not to, directly or indirectly, access the capital market by issuing prospectus, offer document or advertisement soliciting money from the public and is further restrained and prohibited from buying, selling or otherwise dealing in the securities market, directly or indirectly in whatsoever manner, from the date of this order till the expiry of four (4) years from the date of completion of refunds to investors, made to the satisfaction of SEBI, as directed above. The Company is restrained from accessing the securities market for the purposes of raising funds with immediate effect.
- h. The promoters and directors including Mr. Prashant Jaidev Wasankar, Ms. Mithila Vinay Wasankar, Mr. Vinay Jaidev Wasankar, Mr. Bhagyashree Prashant Wasankar and Mr. Abhijeet Jayant Chaudhari shall be restrained from accessing the securities market and further prohibited from buying, selling or otherwise dealing in securities market, directly or indirectly, with immediate effect. They are also restrained from associating themselves with any listed public company and any public company which intends to raise money from the public, or any intermediary registered with SEBI. These directions shall come into force with immediate effect and shall continue to be in force for a further period of four (4) years on completion of the refunds to the investors, as directed above.
- i. In case of failure of the Company/ its directors, to comply with the aforesaid directions, SEBI shall take appropriate action against them and other persons/ officers who are in default, including launching of prosecution proceedings, adjudication proceedings and recovery proceedings, in accordance with law.

The above directions shall come into force with immediate effect.

The full text of the order is available on SEBI's website [www.sebi.gov.in].

Members of the Exchange are advised to take note of the above and ensure compliance.

For and on behalf of
Metropolitan Stock Exchange of India Limited
(Formerly known as MCX Stock Exchange Ltd)

Prachi Lendhe
Sr. Manager