



Metropolitan Stock Exchange of India Limited

Department: Investigation

Segment: All

Circular No: MSE/ID/5785/2017

Date : November 23, 2017

SEBI order in the matter of Nirmal Infrahome Corporation Limited & its Directors

To All Members,

This is with reference to Exchange circular no. MCX-SX/ID/2668/2015 dated February 23, 2015, regarding SEBI order no: WTM/SR/WRO/ILO/33 /02/2015 dated February 20, 2015, in the matter of Nirmal Infrahome Corporation Ltd and its directors.

SEBI now vide order no. WTM/MPB/EFD-1-DRA-IV/ 93 /2017 dated November 21, 2017 has issued the following directions:-

- a. Nirmal Infrahome (PAN: AAECN1024A), Shri Phool Singh Choudhary (PAN: AIKPC8055F; DIN: 02568846), Shri Harish Sharma (DIN: 02929076) and Shri Abhishek S. Chauhan (PAN: AGOPC3742P; DIN: 02942287) shall forthwith refund the money collected by the Company, during their respective period of directorship through the issuance of NCDs including the application money collected from investors during their respective period of directorship, till date, pending allotment of securities, if any, with an interest of 15% per annum, from the eighth day of collection of funds, to the investors till the date of actual payment.
- b. If Nirmal Infrahome and its directors, viz., Shri Phool Singh Choudhary, Shri Harish Sharma and Shri Abhishek S. Chauhan had repaid/redeemed the NCDs to its investors, as submitted in its replies, as per section 73(2) of the Companies Act, along with promised returns, the above directions and the below mentioned consequential directions from paragraphs (c) to (n), shall be applicable for the amounts still due to be returned to the investors. However, such prior repayments/redemption should have been made by the company as per the requirement laid down in paragraph (c) below, with clear identification of the beneficiaries, and the same shall be certified by Chartered Accountants, as directed in paragraph (j) below.
- c. The repayments and interest payments to investors shall be effected only through Bank Demand Draft or Pay Order both of which should be crossed as "Non-Transferable" or through any other appropriate Banking channels, with clear identification of beneficiaries and supporting bank documents.
- d. Shri Phool Singh Choudhary is directed to provide a full inventory of all his assets and properties and details of all his bank accounts and holdings of mutual funds/shares/securities, if held in physical form and demat form.
- e. Nirmal Infrahome, Shri Harish Sharma and Shri Abhishek S. Chauhan are directed to provide a full inventory of all the assets and properties and details of all the bank accounts and holdings of mutual funds/shares/securities, if held in physical form and demat form, of the company and their own.

- f. Shri Prabal Pratap Singh Yadav (PAN: ABHPY2100M; DIN: 01907205) (on behalf of the company) is directed to provide full inventory of all the assets and properties and details of all the bank accounts and holdings of mutual funds/shares/securities, if held in physical form and demat form, of the company.
- g. Nirmal Infrahome, Shri Prabal Pratap Singh Yadav, Shri Harish Sharma, Shri Abhishek S. Chauhan are permitted to sell the assets of the company for the sole purpose of making the refunds as directed above and deposit the proceeds in an Escrow Account opened with a nationalized Bank. Such proceeds shall be utilized for the sole purpose of making refund/repayment to the investors till the full refund/repayment as directed above is made.
- h. Nirmal Infrahome, Shri Phool Singh Choudhary, Shri Harish Sharma, Shri Abhishek S. Chauhan are prevented from selling their assets, properties and holding of mutual funds/shares/securities held by them in demat and physical form except for the sole purpose of making the refunds as directed above and deposit the proceeds in an Escrow Account opened with a nationalized Bank. Such proceeds shall be utilized for the sole purpose of making refund/repayment to the investors till the full refund/repayment as directed above is made.
- i. Nirmal Infrahome and on its behalf the present director who joined subsequent to the issues (Shri Prabal Pratap Singh Yadav) and Shri Phool Singh Choudhary, Shri Harish Sharma, Shri Abhishek S. Chauhan in their personal capacity to make refund, shall issue public notice, in all editions of two National Dailies (one English and one Hindi) and in one local daily with wide circulation, detailing the modalities for refund, including the details of contact persons such as names, addresses and contact details, within 15 days of this order coming into effect.
- j. After completing the aforesaid repayments, Nirmal Infrahome and on its behalf the present director who joined subsequent to the issues (Shri Prabal Pratap Singh Yadav) and Shri Phool Singh Choudhary, Shri Harish Sharma, Shri Abhishek S. Chauhan in their personal capacity shall file a report of such completion with SEBI, within a period of three months from the date of this order, certified by 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")
- k. In case of failure of Nirmal Infrahome, Shri Phool Singh Choudhary, Shri Harish Sharma and Shri Abhishek S. Chauhan to comply with the aforesaid applicable directions, SEBI, on the expiry of three months period from the date of this order, may recover such amounts, from the company and the directors liable to refund as specified in paragraph (a) of this order, in accordance with section 28A of the SEBI Act including such other provisions contained in securities laws.
- l. Nirmal Infrahome, Shri Phool Singh Choudhary, Shri Harish Sharma and Shri Abhishek S. Chauhan are directed not to, directly or indirectly, access the securities market, by issuing prospectus, offer document or advertisement soliciting money from the public and are 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 4 (four) years from the date of completion of refunds to investors as directed above. The above said directors 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 from the date of this order till the expiry of 4 (four) years from the date of completion of refunds to investors.
- m. Shri Prabal Pratap Singh Yadav is directed not to, directly or indirectly, access the securities market, by issuing prospectus, offer document or advertisement soliciting money from the public and are further restrained and prohibited from buying, selling or otherwise dealing in the securities market, directly or

indirectly in whatsoever manner for a period of 4 (four) years from the date of this order. The above said person is 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 for a period of 4 (four) years from the date of this order.

- n. Nirmal Debenture Trust and Shri Jeetendra Rajput are restrained from accessing the securities market and are further restrained from buying, selling or dealing in securities, in any manner whatsoever, for a period of 4 (four) years from the date of this order.

Members of the Exchange are advised to take note of the full text of the order available on SEBI's website [www.sebi.gov.in] and ensure compliance.

For and on behalf of
Metropolitan Stock Exchange of India Limited

Shalini Rebeiro
Sr. Manager