



Metropolitan Stock Exchange of India Limited

Department: Investigation

Segment: All

Circular No: MSE/ID/6039/2018

Date : February 16, 2018

SEBI order In the matter of MMF Solutions and its Proprietor

To All Members,

SEBI now vide order no. WTM/MPB/SEBI/EFD-DRA4/136/2018 dated February 15, 2018 has issued the following directions:-

- a) MMF Solutions and its Proprietor, Shri Priyansh Patodi (PAN: BBDPP5436J) shall forthwith refund Rs. 64,26,952/-and any other amount received from the clients in respect of the unregistered Investment Advisory Services, unregistered Research Analyst Services and unregistered Portfolio Manager Services and submit a certificate from a peer reviewed Chartered Accountant who is in the panel of any public authority or public institution, within a period of 3 months. 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") holding such certificate.
- b) The repayments to the clients 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 clearly identified beneficiaries.
- c) MMF Solutions and its Proprietor, Shri Priyansh Patodi are directed not to divert any funds raised from investors, kept in bank account(s) and/or in their custody, except for the purpose of refunds to the clients.
- d) MMF Solutions and its Proprietor, Shri Priyansh Patodi 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.
- e) MMF Solutions and its Proprietor, Shri Priyansh Patodi are directed not to, directly or indirectly, access the securities market, and are prohibited from buying, selling or otherwise dealing in the securities market, directly or indirectly in whatsoever manner, till the expiry of 4 years from the date of refund of the money as directed in paragraph (a) above.
- f) MMF Solutions and its Proprietor, Shri Priyansh Patodi, shall not undertake, either directly or indirectly, unregistered Investment Advisory activities, unregistered Research Analyst Services and unregistered Portfolio Manager Services or any activity in the securities market without obtaining a certificate of registration from SEBI as required under the securities laws after the expiry of period of debarment as mentioned in paragraph (e).
- g) In case of failure of MMF Solutions and its Proprietor, Shri Priyansh Patodi to comply with the aforesaid directions, SEBI, on expiry of three months period from the date of this order may recover such amounts for which direction in paragraph (a) of this order, in accordance with section 28A of the SEBI Act, including such other provisions contained in securities laws.

The above directions shall come into force with immediate effect.

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**

Prachi Lendhe
Assistant Vice President