



Metropolitan Stock Exchange of India Limited

Department: Investigation

Segment: All

Circular No: MSE/ID/6298/2018

Date : May 07, 2018

SEBI order in the matter of Shreebhumi Constructions Limited (SCL)

To All Members,

This is with reference to Exchange circular no. MSE/ID/5230/2017 dated June 13, 2017, regarding SEBI order no: WTM/GM /SEBI/ERO/IMD/21 /JUNE/2017 dated June 12, 2017 in the matter of Shreebhumi Constructions Limited (SCL) & its directors.

SEBI now vide order no. WTM/MPB/EFD-1-DRA-IV/ 4 /2018 dated May 04, 2018 has issued the following directions: -

- a. SCL (PAN:AARCS1081P, CIN : U45201OR2011PLC013686), Mr. Shubhranshu Singh (PAN : AQLPS3885J, DIN : 01261335), Mr. Chhotrai Majhi (PAN : AZBPM9958P, DIN : 03234683) , Mr. Prabin Dash (PAN : AISP5571H, DIN : 03642982), read with paragraph 14(ii) of the SEBI order dated June 12, 2017 and reproduced in paragraph 48 of SEBI order dated May 04, 2018 jointly and severally, shall forthwith refund the money collected by the Company, during their period of directorship through the issuance of RPS 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. 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".
- c. SCL and Mr. Shubhranshu Singh, Mr. Chhotrai Majhi, Mr. Prabin Dash are directed to provide a full inventory of all the assets and properties and details of all the bank accounts, demat accounts and holdings of mutual funds/shares/securities, if held in physical form and demat form, of the company and their own.
- d. SCL, and on its behalf the directors, Mr. Shubhranshu Singh, Mr. Chhotrai Majhi, Mr. Prabin Dash 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.
- e. Mr. Shubhranshu Singh, Mr. Chhotrai Majhi and Mr. Prabin Dash 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.
- f. Mr. Prabin Dash in his personal capacity as well as in his capacity as the present director of SCL 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. If such notice is not issued by SCL and its directors Mr. Shubhranshu Singh and Mr. Chhotrai Majhi, in their personal capacity as well as in their capacity as present directors of SCL, they shall issue the same as referred to above.

- g. SCL, Mr. Shubhranshu Singh, Mr. Chhotrai Majhi and Mr. Prabin Dash in their personal capacity shall complete the payment within three months from the date of receipt of this order and file a report of such completion with SEBI within 7 days of completion of refund, 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") holding such certificate.
- h. In case of failure of SCL, Mr. Shubhranshu Singh, Mr. Chhotrai Majhi, Mr. Prabin Dash to comply with the aforesaid applicable directions, SEBI, on the expiry of three months and seven days from the date of this order may recover such amounts, from the company and the directors liable to refund, namely, SCL, Mr. Shubhranshu Singh, Mr. Chhotrai Majhi, Mr. Prabin Dash, in accordance with section 28A of the SEBI Act including such other provisions contained in securities laws. The recovery officer may consider proceeding against the assets of the Company at first, if there are details of sufficient assets of the Company and thereafter against the assets in the name of Mr. Shubhranshu Singh and Mr. Chhotrai Majhi, if sufficient assets are available, and finally in the name of Mr. Prabin Dash.
- i. SCL, Mr. Shubhranshu Singh, Mr. Chhotrai Majhi, Mr. Prabin Dash read with paragraph 14(ii) of the SEBI order dated June 12, 2017 and reproduced in paragraph 48 of SEBI order dated May 04, 2018, 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.

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