

Department: Investigation	Segment: All
Circular No: MSE/ID/10162/2021	Date: March 01, 2021

Subject: SEBI order in respect of Chetan Yashwant Shukla in the matter of unregistered investment advisory services.

To All Members,

This is with reference to Exchange circular no. MSE/ID/9324/2020 dated August 05, 2020 regarding SEBI order no. WTM/MPB/IMD-CIS/127/2020 dated August 04, 2020 in the matter of Chetan Yashwant Shukla.

SEBI now vide order no. WTM/AB/WRO/WRO/ 25 /2020-21 dated February 26, 2021 has issued the following directions:

- a. Noticee namely Chetan Yashwant Shukla (PAN: ABBPS2467H): shall within a period of three months, refund the money received from the complainants or investors, as fees/profit sharing/compensation or in any other form, if any, in respect of their unregistered investment advisory activities.
- b. The Noticee 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 person such as names, addresses and contact details, within 15 days of coming into force of SEBI Order.
- c. The repayments to the clients/investors shall be effected only through Bank Demand Draft or Pay Order or electronic fund transfer or through any other appropriate banking channels, which ensures audit trails to identify the beneficiaries of repayments.
- d. The Noticee is prevented from selling its/his assets, properties and holding of mutual funds/shares/securities held by it/ him in demat and physical form except for the sole purpose of making the refunds as directed above. Further, the banks are directed to allow debit only for the purpose of making refunds to the clients/investors who were availing the investment advisory services from the Noticees, as directed in this order, from the bank accounts of the Noticees, wherein debit has been frozen by virtue of interim order dated August 04, 2020;
- e. After completing the aforesaid repayments, the Noticee shall file a report of such completion with SEBI addressed to the Division Chief, CIS Division, Investment Management Department, SEBI Bhavan, Plot No. C4 A, G Block, Bandra Kurla Complex, Bandra (East) Mumbai – 400051, within a period of 15 days, after completion of three months from the coming into force of this order, duly certified by an independent Chartered Accountant.
- f. The above direction for refund does not preclude the complainants/clients/investors to pursue legal remedies available to them under any other law, against the Noticees for refund of money or deficiency in service.

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- g. The Noticee is debarred from accessing the securities market, directly or indirectly and is prohibited from buying, selling or otherwise dealing in the securities market, directly or indirectly in any manner whatsoever, for a period of 3 (three) years from the date of this order or till the expiry of 3 (three) years from the date of completion of refunds to investors as directed in paragraph a above of this order, whichever is later.
- h. The Noticee is also restrained from associating with any company whose securities are listed on a recognized stock exchange and any company which intends to raise money from the public, or any intermediary registered with SEBI in any capacity for a period of 3 (three) years from the date of this order or till the expiry of 3 (three) years from the date of completion of refunds to investors as directed in paragraph a above of this order, whichever is later;
- i. The Noticee shall not undertake, either during or after the expiry of the period of debarment as mentioned in paragraph g, either directly or indirectly, investment advisory services or any activity in the securities market without obtaining a certificate of registration from SEBI as required under the securities laws.

This order comes 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**