

Department: Investigation	Segment: All
Circular No: MSE/ID/10177/2021	Date: March 03, 2021

Subject: SEBI Order in the matter of IPO of Channel Nine Entertainment Limited (CNEL)

To All Members,

This is with reference to Exchange circular no. MSE/ID/3133/2015 dated June 30, 2015, regarding SEBI order no: WTM/RKA/ISD/54/2015 dated June 29, 2015, Exchange circular no. MSE/ID/3855/2016 dated February 18, 2016 regarding SEBI order no. WTM/RKA/ISD/24/2016 dated February 17, 2016, Exchange circular no. MSE/ID/4265/2016 dated regarding SEBI order no. WTM/RKA/ISD/65/2016 dated June 14, 2016, Exchange circular no. MSE/ID/4454/2016 dated August 26, 2016 regarding SEBI order no. WTM/RKA/ISD/112/2016 dated August 25, 2016 and Exchange circular no. MSE/ID/9907/2020 dated December 23, 2020 regarding SEBI order no. WTM/SM/IVD/ID3/9895/2020-21 dated December 22, 2020 in the matter of IPO of Channel Nine Entertainment Limited.

SEBI now vide order no. WTM/AB/NRO/NRO/10720/2020-21 dated March 03, 2021 has issued the following directions for the below mentioned noticees:

Sr.no	Name of entities	PAN
1	Channel Nine Entertainment Limited	AABCC8801H
2	Gaj Raj Singh	BEKPS1235N
3	Kirti	BBAPK7304P
4	Neena Sood	AUGPS4373N
5	Dinesh Kumar Jindal	AAIPJ3373K

1. CNEL (Noticee no. 1) and Gaj Raj Singh (Noticee no. 2), shall jointly and severally refund the money collected through the offer and allotment of equity shares, with an interest of 15% per annum (the interest being calculated from the date when the repayments became due in terms of Section 73(2) of the Companies Act, 1956 till the date of actual payment), within a period of 90 days from the date of receipt of this Order; However, the investors who are entitled for refund of their money in terms of this direction and also entitled to delisting offer in terms of SEBI Order dated December 22, 2020, be given higher of the price computed in terms of present direction and the directions given under SEBI Order dated December 22, 2020.
2. The repayments to the 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 clearly identified beneficiaries.
3. CNEL (Noticee no. 1) and Gaj Raj Singh (Noticee no. 2) 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.

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4. CNEL (Noticee no. 1) 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 SEBI Order coming into effect.
5. After completing the aforesaid repayments, CNEL (Noticee no. 1) shall file a report of such completion with SEBI addressed to the Division Chief, Division of Regulatory Action - IV, Enforcement Department - 1, SEBI Bhavan, Plot No. C4 A, G Block, Bandra Kurla Complex, Bandra (East) Mumbai – 400051, within a period of three months from the date of receipt of SEBI order, certified by two independent Chartered Accountants who are in the panel of any public institution or public sector undertaking or auditor of listed company.
6. The above direction for refund does not preclude the investors to pursue legal remedies available to them under any other law, against the Company for refund of money.
7. CNEL (Noticee no. 1) and Gaj Raj Singh (Noticee no. 2) 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 prohibited from buying, selling or otherwise dealing in the securities market, directly or indirectly in whatsoever manner for a period of 2 (two) years from date of this order or till the completion of refund to investors as directed above, whichever is earlier. The above said persons are also restrained from associating 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 2 (two) years from date of this order or till the completion of refund to investors as directed above, whichever is earlier.
8. Kirti (Noticee no. 3) and Neena Sood (Noticee no. 4) 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 prohibited from buying, selling or otherwise dealing in the securities market, directly or indirectly in whatsoever manner, for a period of 1 (One) year from date of this order. The above said persons are also restrained from associating 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 1 (One) year from date of this order.
9. The SCN against Dinesh Kumar Jindal (Noticee no. 5) is disposed of in accordance with findings recorded in para 41 of SEBI order.

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**