

Department: Investigation	Segment: All
Circular No: MSE/ID/10390/2021	Date: May 05, 2021

Subject: SEBI order in the matter of Aakruti Nirmiti Limited

To All Members,

SEBI vide order no. WTM/MPB/EFD-1-DRA-IV/189/2021 dated May 03, 2021 has issued the following directions for the below mentioned noticees:

Noticee No.	Name of Noticees	PAN
Noticee no. 1	Aakruti Nirmiti Limited	AAGCA3529F
Noticee no. 2	Manilal V Patel (HUF)	AADHM1455N
Noticee no. 3	Vithal S Patel (HUF)	AAEHP1689J
Noticee no. 4	Mahesh N Patel (HUF)	AAHHM2207A
Noticee no. 5	Vinesh S Patel (HUF)	AAEHP3453J
Noticee no. 6	Shantilal K Patel (HUF)	AANHS7653G
Noticee no. 7	Hiralal Rangani (HUF)	-
Noticee no. 8	Aakruti Concepts Pvt Ltd	AAECA8576E
Noticee no. 9	Shri Vishvadeep Harilal Patel	APUPP6789G
Noticee no. 10	Smt. Rekha Mahesh Patel	ARVPP6965H
Noticee no. 11	Smt. Neeta Shantilal Patel	AHFPP2195K
Noticee no. 12	Smt. Madhu Manilal Patel	AAFPP8203P
Noticee no. 13	Smt. Ramila Vinesh Patel	AAMPP0580E
Noticee no. 14	Smt. Rachna Vithal Patel	AABPP7846E
Noticee no. 15	Shri Dharmishth Harilal Patel	AMCPP6187D
Noticee no. 16	Shri Sunil Naik	AAHPN7603D
Noticee no. 17	Shri Shailendra Jhallawar	ACCPJ5105E
Noticee no. 18	Shri Anita Pirgal	AARPP4011H
Noticee no. 19	Shri Manilal V Patel	AABPP0422C
Noticee no. 20	Shri Vithal S Patel	AABPP0399Q

1. Aakruti along with Mr. Manilal V Patel and Mr. Vithal S Patel shall forthwith refund, to the investors, the money collected by the company, during their tenure as Managing Director / Joint Managing Director of Aakruti, through the issuance of equity shares (including the application money collected from investors during their respective period tenure of Managing Director, till date, pending allotment of securities, if any), with an interest of 15% per annum, from the eighth day of collection of funds, till the date of actual payment.

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2. 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 clearly identified beneficiaries.
3. Mr. Manilal V Patel and Mr. Vithal S Patel are directed to provide a full inventory of their assets and properties and details of all their bank accounts, demat accounts and holdings of mutual funds / shares / securities, if held in physical form and demat form.
4. Aakruti and its present Directors including Mr. Manilal V Patel, Mr. Vithal S Patel, Mr. Mahesh Narshi Patel, Mr. Vinesh Shamji Patel, Mr. Shantilal Karamshi Patel and Mr. Hiralal Samji Rangani, 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.
5. Aakruti and its present Directors including Mr. Manilal V Patel, Mr. Vithal S Patel, Mr. Mahesh Narshi Patel, Mr. Vinesh Shamji Patel, Mr. Shantilal Karamshi Patel and Mr. Hiralal Samji Rangani are prevented from selling the assets, properties and holding of mutual funds/shares/securities held in demat and physical form, by the company 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.
6. Mr. Manilal V Patel and Mr. Vithal S Patel 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.
7. Aakruti and on behalf of the company its present Directors including Mr. Manilal V Patel, Mr. Vithal S Patel (Mr. Manilal V Patel and Mr. Vithal S Patel on their own behalf and on behalf of the company), Mr. Mahesh Narshi Patel, Mr. Vinesh Shamji Patel, Mr. Shantilal Karamshi Patel and Mr. Hiralal Samji Rangani 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 30 days of SEBI Order coming into effect.
8. After completing the aforesaid repayments, Aakruti and on behalf of the company its present Directors including Mr. Manilal V Patel, Mr. Vithal S Patel (Mr. Manilal V Patel and Mr. Vithal S Patel on their own behalf and on behalf of the company), Mr. Mahesh Narshi Patel, Mr. Vinesh Shamji Patel, Mr. Shantilal Karamshi Patel and Mr. Hiralal Samji Rangani shall file a report of such completion with SEBI, within a period of six months from the date of SEBI order coming into effect, certified by two independent peer reviewed Chartered Accountants who are in the panel of any public authority or public institution. For the purpose of SEBI Order, a peer reviewed Chartered Accountant shall mean a

Chartered Accountant, who has been categorized so by the Institute of Chartered Accountants of India holding such certificate.

9. The present Directors including Mr. Manilal V Patel, Mr. Vithal S Patel, Mr. Mahesh Narshi Patel, Mr. Vinesh Shamji Patel, Mr. Shantilal Karamshi Patel and Mr. Hiralal Samji Rangani are directed to ensure that Aakruti complies with the with the aforesaid applicable directions including liability to refund as specified in paragraph 1 above of SEBI Order.
10. In case of failure of Aakruti, Mr. Manilal V Patel and Mr. Vithal S Patel to comply with the aforesaid applicable directions, SEBI, on the expiry of six months period from the date of this Order coming into effect may recover such amounts, from the company and the Directors liable to refund as specified in paragraph 1 above of this Order, in accordance with Section 28A of the SEBI Act including such other provisions contained in securities laws.
11. Aakruti 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, from the date of SEBI Order, till the expiry of 1 (one) year from the date of completion of refunds to investors as directed above.
12. Mr. Manilal V Patel and Mr. Vithal S Patel are restrained and prohibited from buying, selling or otherwise dealing in the securities market, directly or indirectly in whatsoever manner, from the date of SEBI Order, till the expiry of 1 (one) year from the date of completion of refunds to investors as directed above. Mr. Manilal V Patel and Mr. Vithal S Patel are also restrained from associating themselves with any listed public company and any public company which intends to raise money from the public except Aakruti Nirmithi Ltd., or any intermediary registered with SEBI from the date of SEBI Order till the expiry of 1 (one) year from the date of completion of refunds to investors.
13. Ms. Anita Pirgal, Mr. Sunil Naik and Mr. Shailendra Jhallawar are restrained and prohibited from buying, selling or otherwise dealing in the securities market, directly or indirectly in whatsoever manner for a period of six months from the date of SEBI Order. The above said persons 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 for a period of six months from the date of SEBI order.
14. Manilal V Patel (HUF), Vithal S Patel (HUF), Mahesh N Patel (HUF), Vinesh S Patel (HUF), Shantilal K Patel (HUF), Hiralal Rangani (HUF), Aakruti Concepts Pvt Ltd, Shri Vishvadeep Harilal Patel, Smt. Rekha Mahesh Patel, Smt. Neeta Shantilal Patel, Smt. Madhu Manilal Patel, Smt. Ramila Vinesh Patel, Smt. Rachna Vithal Patel and Shri Dharmishth Harilal Patel are restrained and prohibited from buying, selling or otherwise dealing in the securities market, directly or indirectly in whatsoever manner for a period of six months from the date of SEBI Order. The above said persons are also restrained from associating themselves with any listed public company and any public company which intends to raise

money from the public except Aakruti Nirmitti Ltd., or any intermediary registered with SEBI for a period of six months from the date of SEBI order.

15. In view of prohibition on sale of securities, it is clarified that during the period of restraint, the existing holding, including units of mutual funds, of the Noticee Nos. 1 to 20 shall remain frozen.

16. 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**

**Shalini Rebeiro
Assistant Vice President**