

SECURITIES AND EXCHANGE BOARD OF INDIA

DIRECTIONS UNDER SECTION 11B OF THE SEBI ACT, 1992 TO

DHARNENDRA OVERSEAS LTD., AHMEDABAD & ITS DIRECTORS

Securities and Exchange Board of India (SEBI) has received several complaints from investors against Dharnendra Overseas Limited (hereinafter referred to as DOL) over a period of time. The same were forwarded to DOL for redressal. As on September 30, 2002, DOL has a total of 130 investor grievances pending against it.

On failure to redress the pending investor grievances by DOL, SEBI vide letter dated April 3, 2002 advised DOL to meet SEBI's officials in connection with redressal of investor's grievances pending against it. However, DOL failed to remain present.

Subsequently, SEBI vide letter dated May 24, 2002 called upon DOL to show cause as to why appropriate action/proceedings under Sections 11B & 27 of SEBI Act, 1992 read with Section 621 of the Companies Act, 1956 should not be initiated against DOL for the alleged violation of the provisions of Section 73 and 113 of the Companies Act, 1956.

However, till date SEBI has not received any reply to the show cause notice from DOL.

Now, therefore, in exercise of the powers conferred upon me under Section 11B of the SEBI Act, 1992, I hereby direct DOL to redress the investor's grievances pending against DOL within a period of one month from the date of this order failing of which SEBI would be constrained to initiate actions as under without giving any further notice:

1. Prosecution under Section 621 of the Companies Act, 1956 for the alleged violation of the provisions of Section 73 and 113 of the aforesaid Act.
2. DOL/its directors would be debarred from dealing in and/or accessing the capital market for a period of 5 years.

Place : Mumbai

Date : October 14 , 2002

G.N. BAJPAI

Chairman

Securities and Exchange Board of India