

SECURITIES AND EXCHANGE BOARD OF INDIA, MUMBAI

ORDER

Against Smt. Pallavi Urvish Vora and Shri Urvish Vora in the matter of M/s. Dynacons Systems and Solutions Limited under section 11B of Securities and Exchange Board of India Act, 1992 and Regulations 11 and 12 of Securities and Exchange Board of India (Prohibition of Fraudulent and Unfair Trade Practices) Regulations, 1995 and read with regulations 11 and 13 of Securities and Exchange Board of India (Prohibition of Fraudulent and Unfair Trade Practices) Regulations, 2003.

Whereas, investigations were conducted into the dealings in the scrip of M/s. Dynacons Systems and Solutions Limited by Securities and Exchange Board of India for the period 29th January 2001 to 8th March 2001 due to the high trading activity in the otherwise illiquid scrip, and,

Whereas, it was observed that Smt. Pallavi Urvish Vora and Shri Urvish Vora contributed around 9.94% of the total trading on the National Stock Exchange during the period of investigation,

Whereas, notice ref No. IVD 6/RM/KS/DYN/30379/2005 dated 6th January 2005 was issued to Smt. Pallavi Urvish Vora and Shri Urvish Vora, charging them with violation of Clauses (a), (b) & (c) of regulation 4 of the Securities and Exchange Board of India (Prohibition of Fraudulent and Unfair Trade Practices Relating to Securities Market) Regulations, 1995 (hereinafter referred to as 'FUTP Regulations, 1995'), and required them to show cause as to why suitable actions should not be taken against them under Section 11B of Securities and Exchange Board of India Act, 1992 read with regulations 11 and 13 of Securities and Exchange Board of India (Prohibition of Fraudulent and Unfair Trade Practices Relating to Securities Market) Regulations, 2003, (hereinafter referred to as 'FUTP Regulations, 2003') and,

Whereas, reply dated 28th February 2005 was received from Shri. Urvish Vora, and,

Whereas, an opportunity of being heard was given to Smt. Pallavi Urvish Vora and Shri Urvish Vora before me on 29th June 2005, wherein Shri Urvish Vora appeared before me and made submissions for himself and on behalf of his wife, Smt. Pallavi Urvish Vora with due power of authority, and, submitted a written submissions dated 29th June 2005 on behalf of both of them, and,

Whereas, the charge against Smt. Pallavi Urvish Vora and Shri Urvish Vora was violation of regulation 4 (a), (b) and (c) of FUTP Regulations, 1995 and FUTP Regulations, 2003, and,

Whereas Shri Urvish Vora vide written submissions dated 29th June 2005 on his behalf and on behalf of his wife, Smt. Pallavi Urvish Vora has accepted that the transactions in the scrip as mentioned in the show cause notice dated 6th January 2005 were done by them but pleaded that these were inadvertently without an awareness as to the ingenuity of those transactions and have prayed for a lenient view on the basis of comparatively insignificant volume of trade done by Smt. Pallavi Urvish Vora and Shri Urvish Vora while deciding the quantum of penalty in the matter,

I, having considered the nature of the charge made out against Smt. Pallavi Urvish Vora and Shri Urvish Vora under the show cause notice dated 6th January 2005, reply dated 28th February 2005 of Shri Urvish Vora and written submissions dated 29th June 2005 of Shri Urvish Vora for himself and on behalf of his wife Smt. Pallavi Urvish Vora at the time of personal hearing before me, accepted having executed trades as shown in the show cause notice, the charges against them, am convinced that the transactions carried out by the parties are in violation of the provisions of Clauses (a), (b) & (c) of regulation 4 of the FUTP Regulations, 1995, and,

I, having considered the volume of trade done by Smt. Pallavi Urvish Vora and Shri Urvish Vora and also keeping in view the circumstances as mentioned by them vide written submissions dated 29th June 2005, vis-a-vis nature of violations committed by Smt. Pallavi Urvish Vora and Shri Urvish Vora, am satisfied that ends of justice would be met if a warning were issued to the parties,

I, therefore, in exercise of powers conferred upon me under Section 19 read with Section 11B of the Securities and Exchange Board of India Act, 1992 read with regulations 11 and 13 of Securities and Exchange Board of India (Prohibition of Fraudulent and Unfair Trade Practices Relating to Securities Market) Regulations, 2003, hereby direct Smt. Pallavi Urvish Vora and Shri Urvish Vora. Smt. Pallavi Urvish Vora and Shri Urvish Vora to be careful and to desist from undertaking transactions of the nature carried out in the scrip of M/s. Dynacons Systems and Solutions Limited., as mentioned aforesaid, in future. In case, Smt. Pallavi Urvish Vora and Shri Urvish Vora are found to be involved in any irregular activity related to securities market, then SEBI would take a due cognizance of this case while considering appropriate action at the material time.

DATE: 16th December, 2005

PLACE: MUMBAI

MADHUKAR

WHOLE TIME MEMBER

SECURITIES EXCHANGE BOARD OF INDIA