

**BEFORE THE SECURITIES AND EXCHANGE BOARD OF INDIA,
MUMBAI**

CONSENT ORDER

**ON THE APPLICATION SUBMITTED BY
M/s. SHRIKANT G. MANTRI**

**IN THE MATTER OF
BLUE INFORMATION TECHNOLOGY LTD.**

CO/ID6/1042/07/2007

1. SEBI conducted an investigation in the alleged irregularities in the trading in the shares of Blue Information Technology Limited. Pursuant to the investigation, enforcement proceedings were initiated against various entities/ persons in the matter. Enquiry proceedings were initiated against the applicant, M/s. Shrikant G Mantri, Member, Bombay Stock Exchange Limited. The applicant was alleged to have contravened Regulation 3 of the SEBI (Prohibition of Fraudulent and Unfair Trade Practices Relating to Securities Market) Regulations, 1995 and Clause A (2) b of the Code of Conduct prescribed for brokers as specified under Schedule II read with Regulation 7 of the SEBI (Stock Brokers and Sub-brokers) Regulations, 1992. Pursuant to the submission of the enquiry report to the Board, a show cause notice dated 23-04-2007 was issued to the applicant, requiring it to show cause as to why action as recommended by the enquiry officer should not be taken. The said enquiry proceedings are pending against the applicant.
2. The Applicant made an application dated 21-07-2007 and an affidavit in the formats prescribed by SEBI for settlement in the matter in terms of SEBI Circular No. EFD/Cir.-1/2007 dated 20th April, 2007. Pursuant to the said application, applicant vide letter dated 31-08-2007 has proposed revised consent terms submitting that "I hereby propose to pay Rs.5,00,000/- (Rupees five lakh only) as the term of consent in the enquiry proceeding initiated by SEBI in the matter of Blue Information

Technology Ltd.” The revised consent terms as proposed by the applicant have been placed before the High Powered Advisory Committee (HPAC) and HPAC after deliberation recommended the case for settlement on the revised consent terms proposed by the applicant.

3. In terms of the applicant's proposal for the sole purpose of settling the matter on hand and without admission or denial of guilt on the part of the applicant to the finding of fact or conclusion of law, applicant has remitted a sum of Rs.5,00,000/- (Rupees five lakh only), vide Demand Draft No. 423068 dated 11-10-2007 drawn on Oriental Bank of Commerce, Mumbai, towards the terms of consent in the matter.
4. In view of the above, it is hereby ordered that:
 - i) this consent order disposes of the said enquiry proceedings pending before SEBI against the applicant in the matter of Blue Information Technology Ltd., and
 - ii) passing of this order by SEBI is without prejudice to the right of SEBI to take enforcement actions including commencing / reopening of the pending proceedings against the applicant, if SEBI finds that
 - a. any representations made by the applicant in the consent proceedings are subsequently discovered to be untrue.
 - b. the applicant has breached any of the clauses / conditions of undertakings / waivers filed during the current consent proceedings.

This consent order is passed on this the 20th of November, 2007 and shall come into force with immediate effect.

G. Anantharaman
WholeTime Member

T. C. Nair
WholeTime Member