

BEFORE THE SECURITIES AND EXCHANGE BOARD OF INDIA, MUMBAI
CORAM: M. S. SAHOO, WHOLE TIME MEMBER

In the matter of MBD Securities Private Limited
(SEBI Registration No. INB010994434)

ORDER

Under Regulation 28(2) read with Regulation 38(2) of the Securities and Exchange
Board of India (Intermediaries) Regulations, 2008

1. Securities and Exchange Board of India (SEBI) had conducted investigations into the dealings in the shares of Prudential Pharmaceuticals Limited for the period of March 05, 2001 to July 06, 2001.
2. On the basis of the findings of the investigations, SEBI, vide order dated November 21, 2006, appointed an Enquiry Officer to enquire into the possible violations of the provisions of Clause A(1), A(2) and C(5) of the Code of Conduct for Stock Brokers specified in Schedule II read with Regulation 7 of the SEBI (Stock Brokers and Sub-Brokers) Regulations, 1992 by MBD Securities Pvt. Ltd. (hereinafter referred to as “MBD”). The Enquiry Officer, after conducting the enquiry, submitted the enquiry report dated August 13, 2008. In the said report, the Enquiry Officer observed that MBD had violated the provisions of Clause A(2) of the Code of Conduct for Stock Brokers and recommended a minor penalty of warning under Regulation 27 of the SEBI (Intermediaries) Regulations, 2008.
3. A show cause notice dated January 06, 2009 enclosing therewith a copy of the enquiry report was issued to MBD seeking its comments on the findings and recommendations of the Enquiry Officer. MBD, vide its letter dated January 14, 2009, accepted the findings and recommendations of the Enquiry Officer and stated that it did not wish to contest the same or file any appeal or to show cause against the same. MBD also

assured that it shall exercise due diligence in the conduct of its business as mandated for stock brokers.

4. I have carefully considered the show cause notice and the submissions of MBD. I agree with the findings and recommendations of the Enquiry Officer.

5. Therefore, in exercise of the powers conferred upon me under Section 19 of the SEBI Act, 1992 read with Regulation 28(2) of the SEBI (Intermediaries) Regulations, 2008, I hereby warn MBD Securities Private Limited (PAN No. AAACM8221G) having SEBI Registration No. INB010994434 to be cautious in its future dealings and exercise due care and diligence in the conduct of its affairs as a Stock Broker.

Place: Mumbai

Date: 20/03/2009

M. S. SAHOO

WHOLE TIME MEMBER

SECURITIES AND EXCHANGE BOARD OF INDIA