

SECURITIES AND EXCHANGE BOARD OF INDIA

ADDENDUM

IN THE MATTER OF KLG CAPITAL SERVICES LIMITED

1. Securities and Exchange Board of India (SEBI) had passed an order dated November 05, 2019, bearing reference number WTM/GM/EFD/DRA-I/43/2019-20 read with Addenda / Miscellaneous Order dated February 14, 2020 (ref. no. WTM/GM/EFD/DRA-I/43A/2019-20), June 02, 2020 (ref. no. WTM/GM/EFD/DRA-I/43B/2020-21), July 24, 2020 (ref. no. WTM/GM/EFD-1/DRA-I/43C/2020-21) and August 13, 2020 (ref. no. WTM/GM/EFD-I/DRA-I/43D/2020-21) in the matter of KLG Capital Services Limited. Subsequently, SEBI has also passed an order dated December 09, 2020 bearing reference number WTM/GM/EFD/DRA1/ISD/9769/2020-21 in the said matter.
2. SEBI is in receipt of emails dated August 08, 2020, September 11, 2020, September 23, 2020, December 02, 2020 and December 10, 2020 from certain Noticees, viz. N. Ravichandran, Anita Ravichandran and Hemant Patel, requesting for certain relaxations from the directions contained in the abovementioned orders. Such requests pertain to *inter alia* availing benefits of corporate actions during the restraint period, dematerialization of physical

shares and extension of timeline for selling shares lying in the demat accounts for paying the disgorgement amount to SEBI. Anita Ravichandran vide her email dated September 11, 2020 has *inter alia* submitted that selling of shares lying in her demat account to pay the disgorgement amount to SEBI, which was permitted by SEBI to be completed by September 12, 2020, could not be done by her within the prescribed timeframe due to the delay on part of her broker (HDFC Securities Ltd.) and DP (HDFC Bank Ltd.). After due consideration of their requests, I hereby grant the following limited relaxation to the Noticees, viz. Praveen Mohnot, N. Ravichandran, Priyanka Singhvi, Anita Ravichandran, Hemant Patel and Hemant Patel HUF, from the directions contained the abovementioned orders:

- (a) The Noticees, during the period of restraint / prohibition, are permitted to avail the benefits of any corporate action like bonus issues, rights issue etc., that may arise in respect of securities held by them.
- (b) The Noticees, during the period of restraint / prohibition, are permitted to dematerialize the securities held by them in physical form and get them credited into their demat account(s). The Noticees are also permitted to dematerialize and receive credit of those securities in their demat account(s) which they are entitled to inherit / receive upon transmission.

- (c) As regards the Noticees, Mrs. Anita Ravichandran and Mrs. Priyanka Singhvi, the time limit provided to them for completion of sale / liquidation of securities and remitting the proceeds thereof to SEBI under para 2(b) of the Addendum dated August 13, 2020 (ref. no. WTM/GM/EFD-I/DRA-I/43D/2020-21) is extended to January 31, 2021.
- (d) The Noticees, viz. Hemant Patel and Hemant Patel HUF, are permitted to square off any open position held by them in the derivative segment.
- (e) The Noticees, viz. Hemant Patel and Hemant Patel HUF, are free to access and utilize the funds deposited in the bank account (Axis Bank A/c No. 909010042957248) in terms of orders dated 10.11.2009 (Misc. Appln. No. 94 of 2009), 21.12.2009 (Misc. Appln. No. 102 of 2009), 15.01.2010 (Misc. Appln. No. 4 of 2010) and 28.04.2010 (Misc. Appln. No. 37 of 2010) of the Hon'ble Securities Appellate Tribunal. However, the funds lying therein shall first be utilized for payment of the disgorgement amount and the applicable interest as directed in the SEBI order dated December 09, 2020.
- (f) The above mentioned directions shall be read along with the other directions issued in the above mentioned earlier orders in the matter.

3. This order shall come into force with immediate effect.

4. The depositories, the exchanges and the RTAs are directed to take note of the limited relaxations granted above and take necessary action for giving effect to the same.
5. A copy of this order shall be served upon the depositories, the exchanges and the RTAs.

Place: Mumbai
Date: December 22, 2020

G. MAHALINGAM
WHOLE TIME MEMBER
SECURITIES AND EXCHANGE BOARD OF INDIA