



भारतीय प्रतिभूति
और विनिमय बोर्ड
Securities and Exchange
Board of India

GENERAL MANAGER
MARKET INTERMEDIARIES REGULATION
AND SUPERVISION DEPARTMENT – RAC – DoR1

SEBI/MIRSD/ RAC/DoR1/SCN/OW/2024/679/1

January 4, 2024

SI No	Name and address of the Member	Member of the Exchange / Clearing Corporations	SEBI Registration Number / PAN Number
1	Shares Bazaar Private Limited 15-31-S3/MMC/719-A, 7 th Floor, KPHB Colony, 2 nd Phase, Kukatpally, Hyderabad, Telangana - 500072	BSE / ICCL	INZ000303836 / ABECS9026N

BSE – BSE Limited

ICCL – Indian Clearing Corporation Ltd.

Sub: Show Cause Notice under Section 12(3) of SEBI Act, 1992 read with Regulation 30A of SEBI (Intermediaries) Regulations, 2008

1. You are registered with SEBI as Stock Broker and Clearing Member and holding SEBI Certificate of Registration issued by SEBI under SEBI (Stock Brokers) Regulations, 1992 (hereinafter be referred to as, the “**Stock Brokers Regulations**”). The said Certificate of Registration has been granted to you subject to the following conditions:

Conditions of registration – Stock Broker

Regulation 9 of Stock Brokers Regulations

Any registration granted by the Board under regulation 6 shall be subject to the following conditions, namely, -

(a) the stock broker holds the membership of any stock exchange;

Registration of Clearing Members

Regulation 10A of Stock Brokers Regulations

10A. [(1) No person shall act as a clearing member, unless he obtains a certificate registration from the Board:

सेबी भवन, प्लॉट सं. सी 4-ए, "जी" ब्लॉक, बांद्रा-कुर्ला कॉम्प्लेक्स, बांद्रा (पूर्व), मुंबई - 400 051.

दूरभाष : 2644 9950 / 4045 9950 (आई.वी.आर.एस.), 2644 9000 / 4045 9000 फैक्स : 2644 9019 से 2644 9022 वेब : www.sebi.gov.in

SEBI Bhavan, Plot No. C4-A, "G" Block, Bandra-Kurla Complex, Bandra (E), Mumbai - 400 051.

Tel.: 2644 9950 / 4045 9950 (IVRS), 2644 9000 / 4045 9000 Fax : 2644 9019 to 2644 9022 Web : www.sebi.gov.in





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Provided that no separate registration shall be required for a stock broker registered with the Board to act as a clearing member in a clearing corporation of which he is admitted as a member, subject to grant of approval by the concerned clearing corporation.

Explanation. - For the purpose of this sub-regulation, it is clarified that no separate registration shall be required for a clearing member registered with the Board to operate in more than one clearing corporation, of which he is admitted as a member, subject to grant of approval by the concerned clearing corporation.]

(2) An application for grant of a certificate of registration as clearing member shall be submitted to the Board in Form AD of Schedule I through the clearing corporation of which he is admitted as a member.

2. The exchange where you are member and the clearing corporation where you are clearing member, have informed SEBI that you are expelled from their membership. The same has been communicated to you by the exchange and the clearing corporation. Details of date of expulsion / ceases to be a clearing member of the Clearing Corporation is as under:

Name of the Member / Clearing Member	Date of expulsion / ceases to be a clearing member of the Clearing Corporation	
	BSE	ICCL
Shares Bazaar Private Limited	30.12.2022	30.12.2022

3. It is noticed that you are now not holding membership of any stock exchange / clearing corporation. Thus, you cease to satisfy the condition of registration stipulated in the regulation 9 (a) and 10A of Stock Broker Regulations as specified in the forgoing para 1.
4. You are, therefore, called upon to show cause as to why the certificate of registration, granted under the Act or the regulations made thereunder, should not be cancelled under Regulation 30A of the SEBI (Intermediaries) Regulations, 2008 read with Section 12(3) of the SEBI Act, 1992. The provisions are reproduced herein below:

SEBI Act 1992

12. Registration of stock brokers, sub- brokers, share transfer agents, etc

...

(3) The Board may, by order, suspend or cancel a certificate of registration in such manner as may be determined by regulations:





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SEBI (Intermediaries) Regulations, 2008

30A. Special procedure for action on expulsion from membership of all the stock exchange(s) or clearing corporation(s) or termination of all the depository participant agreements with depository(ies).

.....

(2) On receipt of intimation from all the stock exchange(s) or clearing corporation(s) of which the stock-broker or clearing member, as the case may be, was a member, that such stock broker or clearing member has been expelled from its membership, the Board may issue a notice to such stock broker or clearing member calling upon the noticee to make its submission(s), if any, within a period not exceeding twenty-one days from the date of service thereof, through a written reply, along with documentary evidence, as to why the certificate of registration, granted under the Act or the regulations made thereunder, should not be cancelled.

.....

(4) No opportunity of personal hearing may be granted while disposing of the proceedings under this regulation.

(5) After considering the facts and circumstances of the case, material on record and the written submissions, if any, the Board shall endeavor to pass an order within twenty days from the date of receipt of submissions of the notice;

(6) The Board may, while passing such order, impose such conditions upon the person as it deems fit to protect the interest of the investors or its clients or the securities market.

(7) The Board may require the person concerned to satisfy the Board the factors as it deems fit, including but not limited to the following -

- (a) the arrangements made by the person for maintenance and preservation of records and other documents required to be maintained under the relevant regulations;
- (b) redressal of investor grievances;
- (c) transfer of records, funds or securities of its clients;
- (d) the arrangements made by it for ensuring continuity of service to the clients;
- (e) defaults or pending action, if any.





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5. Your reply, along with documentary evidence, if any, should reach the undersigned, at the address given below and also by e-mail to muralikn@sebi.gov.in and sksahu@sebi.gov.in within 21 days from the date of receipt of this notice, failing which it shall be presumed that you have no reply to submit and the matter would be further proceeded with on the basis of the evidence available on record.

Securities and Exchange Board of India

SEBI Bhavan, Plot No. C7, 'G' Block,
Bandra Kurla Complex, Mumbai – 400 051

6. Further, you are required to keep the undersigned informed about the change in your correspondence address, if any, till the conclusion of the proceedings. You are also required to submit a photocopy of your PAN card, SEBI Registration Certificate and contact details viz. Telephone numbers / Fax numbers / e-mail IDs and details of contact persons for records.
7. For all correspondence in these proceedings, please quote the subject of your letter as mentioned in this notice and reference of this letter be mentioned in your correspondence. Your correspondence should invariably be addressed to MIRSD-RAC-DoR 1, SEBI.


N Muralikrishnan

