

**March 28, 2001 Disinvestment of the shares of M/s Tariq Industries Limited held by M/s Husein Sugar Mills Limited.**

M/s. Husein Sugar Mills Ltd., passed a special resolution on July 24, 2000 regarding disinvestment of shares held by it in M/s. Tariq Industries Ltd., an unlisted subsidiary of the company. In spite of the assurance given to the Commission to obtain good price for the shares, the company sold 500,000 shares @ Rs.4/- per share to the directors of M/s. Tariq Industries Ltd. Since the deal was made with the directors of M/s. Tariq Industries Ltd, it was not considered as a transparent deal. A Show Cause Notice was, therefore, issued by the Commissioner (E&M) and the case was also fixed for hearing. At the time of hearing, the Commissioner (E&M) directed M/s. Husein Sugar Mills Ltd., that the directors should pay the price @ Rs.7/- per share and deposit the difference of Rs.15,00,000 in the company's account within 10-days of the date of order dated March 02, 2001.