



**IN THE HIGH COURT OF PUNJAB AND HARYANA AT
CHANDIGARH**

CWP-15436-2025 (O&M)

Date of decision:- 30.07.2025

Prakash Industries Limited

...Petitioner(s)

Versus

Securities and Exchange Board of India and another

...Respondent(s)

CORAM: **HON'BLE MR. JUSTICE SHEEL NAGU, CHIEF JUSTICE**
HON'BLE MR. JUSTICE SANJIV BERRY

Present:- Mr. Anand Chhibbar, Senior Advocate,
 with Mr. Vaibhav Sahni, Advocate,
 Mr. Alok Singh, Advocate,
 for the petitioner.

Mr. Munish Jain, Advocate,
 Mr. Siddhant Jain, Advocate,
 Mr. Manan Jain, Advocate,
 for respondent No. 1 – SEBI.

* * * *

SHEEL NAGU, C.J. (ORAL)

1. The present petition assails the show cause notice dated 16.05.2025 (Annexure P-16), where explanation has been called from the petitioner-company as to whether any suitable action needs to be taken against the petitioner-company for not complying with all the applicable and notified Accounting Standards as per Regulation 48 of the Listing Obligations and Disclosure Requirements (LODR) Regulations, 2015.

2. Learned senior counsel for the petitioner has raised various grounds which we would refrain from going into on merits, lest the competent authority i.e. Securities and Exchange Board of India (SEBI) may be prejudiced.

3. During the course of arguments, learned counsel for respondent No. 1 – SEBI, on instructions, has brought to the notice of this

Court the interim reply dated 30.05.2025 filed by the petitioner-company to the said impugned show cause notice dated 16.05.2025 which, according to him, is under active consideration of respondent No. 1 – SEBI.

4. Learned senior counsel for the petitioner has expressed apprehension that some coercive steps may be taken against the petitioner-company in response to which learned counsel for respondent No. 1 – SEBI assures that if at all any coercive steps are required then such steps would be taken only after a decision is taken by the SEBI and not prior to that.

5. We have no manner of doubt that respondent No. 1 – SEBI, while deciding the reply, shall take into consideration all the relevant material and also the judgement dated 23.08.2007 (Annexure P-1) passed by this Court in CP-24-2007 which has attained finality and shall also afford due and sufficient opportunity of hearing to the petitioner-company.

6. The petitioner-company is granted opportunity of filing a detailed reply to the show cause notice dated 16.05.2025 which, if done within a period of 15 working days from today, shall be considered by respondent No. 1 – SEBI in its right perspective.

7. The petition, accordingly, stands disposed of in the terms aforesaid.

(SHEEL NAGU)
CHIEF JUSTICE

(SANJIV BERRY)
JUDGE

30.07.2025
Amodh Sharma

Whether speaking/reasoned	Yes/No
Whether reportable	Yes/No