



THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA
(Set up by an Act of Parliament)

CONFIDENTIAL
SPEED POST A.D.

8 FEB 2021

Ref. No.: PR/190/14-DD/210/14-DC/664/2017

CA. Mulraj Deychand Gala

Flat No A-12, 2nd Floor, Plot No. 412, My Mother CHS Ltd.,
R. C Marg, Chembur Naka, Next to Vasant Park Society

MUMBAI - 400 071.

Email: camdgala@rediffmail.com

Mob-9820035665

Dear Sir,

Sub. : In the matter of complaint made by Shri Niraj Sharma, Vice President, National Spot Exchange Ltd., Mumbai, against you under Section 21 of the Chartered Accountants Act, 1949.

This has reference to the hearing held by the Disciplinary Committee in terms of Section 21B(3) of the Chartered Accountants Act, 1949 in the above matter on 06th October, 2020 through **Video Conferencing**. Please find enclosed herewith a certified copy of the Order whereby Disciplinary Committee ordered for **removal of your name from the Register of Members for a period of 01 (One) Year along with the fine of Rs. 1, 00, 000/- (Rupees One Lakh only) to be payable within 30 days from receipt of the Order.**

It may further be informed that a Notification in terms of the punishment as contained in the aforesaid Order, would be issued shortly.

Yours faithfully,

(CA. PARVESH BANSAL)
DEPUTY SECRETARY
DISCIPLINARY DIRECTORATE
PHONE: 011-30210608
E-mail: parvesh.bansal@icai.in

Encl: As above

C.C. :

1. **Mr. Niraj Sharma**
Vice President, National Spot Exchange Ltd
FT Tower, CTS No.256/257
Suren Road, Chakala, Andheri (East)
MUMBAI - 400 093.

2. **The Director (Discipline)**
Disciplinary Directorate, The ICAI,
NEW DELHI - 110 032

: **For Information please.**

Continued in Page (2)



THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA
(Set up by an Act of Parliament)

-2-

3. **Shri Yogesh Shetty**
Assistant Secretary
ICAI Tower, C-40, G-Block,
Bandra Kurla Complex, Bandra (East)
MUMBAI - 400 051. : alongwith a copy of report of DC for placing in
the Membership File of CA. Mulraj Devchand
Gala (M.No.041206), Mumbai.
4. **Ms. Aruna Sarma, Sr.E.O**
Disciplinary Directorate, The ICAI,
NEW DELHI - 110 032 : alongwith a copy of report of Disciplinary
Committee in the above case for Volume
printing purpose.

Contents Not Verified	
Inward No: 89	Sign: [Signature]
Recd Date: 17/2/2021	Recd Time: 12:50
National Spot Exchange Limited	



THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA
(Set up by an Act of Parliament)

[PR/190/14-DD/210/14-DC/664/17]

**ORDER UNDER SECTION 21B(3) OF THE CHARTERED ACCOUNTANTS ACT, 1949
READ WITH RULE 19(1) OF THE CHARTERED ACCOUNTANTS (PROCEDURE OF
INVESTIGATION OF PROFESSIONAL AND OTHER MISCONDUCT AND CONDUCT OF
CASES) RULES, 2007.**

[PR/190/14-DD/210/14-DC/664/17]

Shri Niraj Sharma

Vice President

National Spot Exchange Ltd

FT Tower, CTS No.256/257

Suren Road, Chakala, Andheri (East)

MUMBAI – 400 093

.....Complainant

Versus

CA. Mulraj Devchand Gala... (M. No. 041206)

21, Shastri Niketan

Rama Krishna Chemburkar Marg

Behind Telephone Exchange, Chembur

MUMBAI – 400 071

..... Respondent

MEMBERS PRESENT:

- 1. CA. Atul Kumar Gupta, Presiding Officer**
- 2. CA. Amarjit Chopra, Government Nominee**
- 3. CA. Pramod Kumar Boob, Member**

DATE OF MEETING : 6.10.2020 (Through Video Conferencing)

1. That vide findings under Rule 18 (17) of the Chartered Accountants (Procedure of Investigations of Professional and Other Misconduct and Conduct of Cases) Rules, 2007 dated 10.02.2020 the Disciplinary Committee was inter-alia of the opinion that **CA. Mulraj Devchand Gala (M. No. 041206)** was **GUILTY** of Professional Misconduct falling within the meaning of Items (5), (7), (8) and (9) of Part I of the Second Schedule to the Chartered Accountants Act, 1949.

2. The Committee noted that the Respondent was present before the Bench through Video Conferencing mode and gave declarations as to he was being alone in the room

CA. Mulraj Devchand Gala (M. No. 041206), Mumbai



THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA
(Set up by an Act of Parliament)

[PR/190/14-DD/210/14-DC/664/17]

from where he was attending the hearing and as to he was not recording the proceedings of the Committee. He made submissions in his defense. The Respondent, among others, submitted that he had conducted the audit in question in good faith and had no clue as to possibility of existence of any problem in NSEL. The Committee noted the submission of the Respondent dated 7th September 2020 and the documents submitted by him vide letter date 30th September 2020. The Committee also heard all the submissions of the Respondent patiently and discussed various aspects relating to the matter under consideration before it.

3. The Committee, among others, noted that while the trade payables were disclosed in the year 2011-12, their corresponding turnover was disclosed in 2012-13. The Committee also noted that the Respondent by giving the audit report in question recognized the liability of the National Spot Exchange Ltd. without reporting the turnover of the same. In view of the above, the Committee was of the opinion that there was a gross negligence on the part of the Respondent and, accordingly, it decided that ends of justice could be met if a reasonable punishment be given to the Respondent.

4. **Keeping in view the facts and circumstances of the case, material on record and submissions of the Respondent before it, the Committee ordered that the name of the Respondent i.e. CA. Mulraj Devchand Gala (M. No. 041206), Mumbai be removed for a period of One year along with a monetary penalty of Rs 1,00,000/- (Rupees One Lakh only) to be payable by him within a period of 30 days of receipt of the order.**

sd/-

(CA. ATUL KUMAR GUPTA)
PRESIDING OFFICER

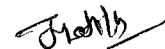
(approved and confirmed through e-mail)

(CA. AMARJIT CHOPRA)
GOVERNMENT NOMINEE

(approved and confirmed through e-mail)

(CA. PRAMOD KUMAR BOOB)
MEMBER

Certified to be true copy



Jyotika Grover
Assistant Secretary,
Disciplinary Directorate

The Institute of Chartered Accountants of India,
ICAI Bhawan, Vishwas Nagar, Shadra, Delhi-110032