



**Press Release**  
**09.04.2026**

Directorate of Enforcement (ED), Kolkata Zonal Office has provisionally attached movable properties amounting to Rs. 18.50 Crore in the form of Mutual Funds and Shares belonging to Krishna Damani, his family members and entities controlled by him under the provisions of the Prevention of Money Laundering Act (PMLA), 2002, in connection with its ongoing investigation in the matter of siphoning off funds from the South Point Education Society (SPES) under the guise of providing manpower and other services.

ED initiated investigation on the basis of FIR registered by Kolkata Police for siphoning off funds of M/s. South Point Education Society (SPES).

ED investigation revealed that under the guise of availing manpower and other services for SPES, funds to the tune of more than Rs. 20 Crore were diverted to the entities owned and controlled by Shri Krishna Damani and his family members.

During the investigation under PMLA, 2002, it is revealed that Shri Krishna Damani, a trustee of M/s South Point Education Society (M/s SPES), assumed control over the Board of Trustees by sidelining other members. Having gained dominance over the governance of M/s SPES, Shri Krishna Damani abused his fiduciary position to divert substantial school funds to entities owned and controlled by himself and his family members, thereby converting charitable funds for personal enrichment and enjoyment. It was revealed that Shri Krishna Damani ensured that payments were supported by fabricated vouchers, fake invoices and fictitious employee records, including salaries paid to non-existent staff and to his personal employees from society / school accounts.

ED investigation revealed that Shri Krishna Damani orchestrated the layering and integration of the Proceeds of Crime by distributing the funds diverted from Charitable Trusts to his family members and controlled entities in the form of inflated salaries, directors' remuneration and commissions, etc. and by investing the same in mutual funds and other investments in his own name, in the names of his family members, and in the names of his companies.

Ed investigation further revealed that Shri Krishna Damani and entities controlled by him namely M/s. Global Staffing Services, M/s. Pastille Mercantiles Pvt. Ltd, M/s. Karni Impex and M/s. Shanu Fintrade Pvt. Ltd are in possession of Proceeds of Crime to the tune of more than Rs. 18.50 Crore. Further investigation led to identification of 55 number of Mutual funds and 59 number of shares in the names of aforesaid persons / entities related to Shri Krishna Damani. Earlier, ED had filed a Prosecution Complaint in the matter in February 2026 before the Hon'ble Special Court (PMLA), Bichar Bhavan, Kolkata.

Further investigation is under progress.



### **Draft tweet**

ED, Kolkata Zonal Office has provisionally attached movable properties amounting to Rs. 18.50 Crore in the form of Mutual Funds and Shares belonging to Shri Krishna Damani, his family members and entities controlled by him under PMLA, 2002, in connection with its ongoing investigation in the matter of siphoning off funds amounting to more than Rs. 20 Crore from the South Point Education Society (SPES).