



PRESS RELEASE
10.07.2026

Hon'ble Special Court Takes Cognisance of Prosecution Complaint Filed by ED in the M/s JVL Agro Industries Ltd. Bank Fraud Money Laundering Case.

Directorate of Enforcement (ED), Allahabad Sub-Zonal Office, Prayagraj, has secured cognisance of the Prosecution Complaint filed under the provisions of the Prevention of Money Laundering Act, 2002 (PMLA), in connection with the bank fraud case relating to M/s JVL Agro Industries Ltd. and others.

The Prosecution Complaint was filed before the Hon'ble Special Court (PMLA), Lucknow on 25.11.2025. Vide order dated **07.07.2026**, the Hon'ble Special Court (PMLA), Lucknow, presided over by Smt. Madhu Dogra (HJS), has taken cognisance of the offences punishable under Section 3 read with Section 70, punishable under Section 4 of the Prevention of Money Laundering Act, 2002, against 25 accused persons/entities.

ED initiated investigation on the basis of an FIR and Charge Sheet filed by the Central Bureau of Investigation (CBI), Lucknow, relating to offences under various provisions of the Indian Penal Code, 1860, in respect of the alleged bank fraud committed by M/s JVL Agro Industries Ltd., its promoters and other associates.

Investigation under the PMLA revealed that M/s JVL Agro Industries Ltd., under the control of its promoter Satya Narayan Jhunjhunwala, in conspiracy with his associates, fraudulently diverted and siphoned off working capital funds through a network of shell companies controlled by Anil Kumar Khemka. The diverted funds were layered through various group entities, promoters, key managerial personnel and associates before being routed back into JVL Agro Industries Ltd. through preferential warrants and equity subscriptions. This arrangement artificially inflated promoter shareholding, manipulated the company's capital structure and concealed the true source of funds.

Further investigation established that the company manipulated its books of accounts and financial statements by creating fictitious business transactions, inflating turnover, falsifying inventory records and concealing foreign exchange losses. On the basis of these falsified financial statements, the company fraudulently obtained and continued enhanced credit facilities from a consortium of banks despite its deteriorating financial position, causing wrongful losses of approximately Rs. 1,992 Crore to the lending banks, whose loan accounts subsequently turned into Non-Performing Assets (NPAs).

During investigation, ED conducted searches under Section 17 of the PMLA at 13 premises connected with the accused persons, resulting in the seizure of incriminating documents and digital evidence. Statements of accused persons and witnesses were recorded under Section 50 of the PMLA, and extensive banking records, company records, financial statements and other documentary evidence were collected.

ED has also provisionally attached movable and immovable properties valued at Rs. 878.67 Crore under the provisions of the PMLA. The said Provisional Attachment Orders have been confirmed by the Hon'ble Adjudicating Authority under the PMLA.

Based on the evidence collected during investigation, ED filed a Prosecution Complaint against 25 accused persons/entities, including M/s JVL Agro Industries Ltd., Satya Narayan Jhunjhunwala, Anil Kumar Khemka and various associated companies and individuals involved in the laundering of the Proceeds of Crime.

Further investigation is under progress.