



PRESS RELEASE

25.10.2024

Directorate of Enforcement (ED), Gurugram Zonal Office has conducted search operations on 24.10.2024 at 9 locations in Gurugram, Delhi, Manesar and Rohtak under the provisions of Prevention of Money Laundering Act (PMLA), 2002 in bank fraud of Rs. 200 Crore (approx.) by M/s Lakshmi Precision Screws Ltd. (LPSL), Lalit Kumar Jain, Rajesh Kumar Jain, Rajesh Gupta, Director of M/s Navdhatu Wires Pvt. Ltd & others for willful diversion of funds availed from Canara Bank and State Bank of India. Company had diverted the above funds to their sister concerns and related entities of India causing wrongful loss to the banks to the tune of Rs. 200 Crore (approx.).

ED initiated investigation on the basis of FIR registered by CBI under various sections of IPC, 1860 and Prevention of Corruption Act, 1988 against M/s Lakshmi Precision Screws Limited. (LPSL), Lalit Kumar Jain, Director, LPSL, Rajesh Kumar Jain, Director, and Unknown public servants etc.

ED investigation revealed that company has projected false inventory counts over the years and shortage in inventory valuing Rs. 214.95 Crore was found. Further, company has shown bogus sales and purchases from M/s. Grid India and M/s. Navdhatu. Presently, Company is under liquidation.

During the search operation, various incriminating documents, devices & evidences relating to siphoning/diverting of funds/loans have been found. As a result of the search operation, ED has also seized number of luxury cars, bank lockers, demat accounts & Rs. 46 Lakh cash.

Further investigation is under progress.

