



Press Release

02.04.2025

Directorate of Enforcement (ED), Gurugram Zonal office has provisionally attached 12 immovable assets worth Rs. 156.33 Crore on 31.03.2025 related to M/s Lakshmi Precision Screws Private Limited under the provisions of Prevention of Money Laundering Act (PMLA), 2002 in a case of default of loan of Rs. 176.70 Crore from Canara Bank and SBI. The attached assets are 12 immovable properties situated in Delhi, Mumbai, Gurugram and Rohtak, properties include 7 commercial land measuring more than 20 acres, a 4-acre agricultural land situated in Rohtak and Gurugram and 4 commercial flat-cum-office situated in Mumbai and Delhi.

ED initiated investigations on the basis of FIRs registered by the CBI against M/s Lakshmi Precision Screws Pvt. Limited, along with promoters Lalit K Jain, Rajesh K Jain, Vijay Kumar Jain and others related to offences under sections 120B and 420 of IPC, 1860 for cheating and forgery. The allegations involve defrauding the consortium of banks by misrepresentation / concealment of facts, disposing mortgaged properties without consent of the lender bank and making dishonest business with related companies, which resulted in loss of Rs. 176.70 Crore to consortium of banks.

In this case, the CBI has also filed the charge-sheet. Further, the resolution process of the corporate debtor has not been finalized yet and the Hon'ble NCLT had ordered to initiate the proceedings of liquidation of the corporate debtor.

ED investigation revealed that the company M/s Lakshmi Precision Screws Limited was engaged in fraudulent activities by submitting the false and fabricated stock statements and diverting the LC funds in the guise of trading. The investigation showed that M/s LPS Ltd. and its Directors misrepresented the company's actual financial situation to obtain higher credit limits resulting in defrauding the bank and misappropriating public funds. The company also swapped some of the mortgaged land with another land held with another person without obtaining the NOC from the lending banks.

Further investigations is under progress.