



Press Release

27/9/2023

Directorate of Enforcement (ED) has arrested Sajeevan Kollappallil, on 26.09.2023 (1815 Hrs) in connection with an ongoing investigation in a money laundering case for fraud occurred in Pulpally Service Cooperative Bank.

ED initiated investigation on the basis of FIR registered by the Vigilance and Anti-Corruption Bureau, Wayanad, Kerala against the Governing Body members and bank officials of the Pulpally Service Cooperative Bank, Pulpally Wayanad.

ED investigation revealed that the bank officials and its governing body members sanctioned enhanced loans without the consent and knowledge of the loan applicants by overvaluing the properties offered as collateral and the over and above amount of the loans were given to Sajeevan Kollappallil (Private Person). The loans were not repaid by the applicants and thus caused total loss of Rs.5.62 Crore to the Pulpally Service Cooperative Bank.

The proceeds of crime in form of overvalued loan were credited in bank account of Sajeevan Kollappallil, maintained with Pulpally Service Cooperative Bank, Pulpally,

By acquiring, possessing and siphoning of the Proceeds of Crime Sajeevan Kollappallil has committed the offence of Money Laundering as defined u/s 3 of PMLA, 2002 punishable under section 4, he has been placed under arrest on 26.09.2023. He has been produced before the Hon'ble Special Court, PMLA Kozhikode on 27.09.2023. The Hon'ble Court has granted ED custody upto 30.09.2023.

Further investigation is under progress.