



## PRESS RELEASE

17.10.2024

Directorate of Enforcement (ED), Lucknow Zonal Office has arrested Rajeev Tyagi, Partner of M/s Sai Construction and Builders on 16.10.2024 under the provisions of the Prevention of Money Laundering Act (PMLA), 2002 in a Rs. 28 Crore bank loan fraud case. He was produced before the Hon'ble Special Judge, CBI Court-1 (Spl. Court, PMLA), Ghaziabad. The Hon'ble Court has granted ED custody till 24.10.2024.

ED initiated investigation on the basis of FIR registered by Central Bureau of Investigation (CBI), Ghaziabad, UP against M/s Sai Construction and Builders, Ghaziabad, its partners and others under Sections IPC, 1860 and Prevention of Corruption Act, 1988 for alleged loan fraud.

ED investigation revealed that Rajeev Tyagi through his partnership firm viz. M/s Sai Construction and Builders, Ghaziabad, hatched a criminal conspiracy in connivance with other associates/guarantors and availed loans/financial facilities from Bank (erstwhile Corporation Bank and now Union Bank of India after merger) by submitting fake/forged documents and inflated valuation reports of the mortgaged properties with the intention to defraud the bank.

ED investigation also revealed that loans/financial facilities availed from bank were layered/diverted/siphoned off through his personal accounts or associated persons/entities accounts, and subsequently utilized for other than intended purposes, resulting in default of loan repayment which caused huge loss to the public sector bank.

Earlier, ED had provisionally attached several immovable assets amounting to Rs. 14.89 Crore in the form of flats, commercial shop, residential and industrial plots, registered in the names of Rajeev Tyagi, partner of M/s Sai Construction and Builders, and his sons Amartya Raj Tyagi & Kanishk Raj Tyagi, M/s. SKT Garments Private Limited and M/s. S K Enterprises.

Further investigation is under progress.