Press Release
24.09.2025

Directorate of Enforcement (ED), Headquarters Office, New Delhi, has conducted search operations under FEMA 1999 on 18th and 19th September, 2025 at 13 premises connected with the group companies of B C Jindal and Shyam Sunder Jindal, its Directors and other officer bearers. The premises searched were located at Delhi NCR and Hyderabad. The searches have been conducted for suspected FEMA violation by the B C Jindal group entities, especially Jindal India Thermal Power Ltd. (JITPL), Jindal India Powertech Ltd., Jindal Poly films Ltd. for its overseas investments and parking of funds in their own overseas entities and round tripping of its own funds.

Investigation was taken up by ED on specific input that B C Jindal Group entities, beneficially owned by Shyam Sundar Jindal, his wife Smt. Shubhdra Jindal and son Sh. Bhavesh Jindal have remitted Rs. 505.14 Crore outside India to its own overseas entity Topaz Enterprise DMCC, Dubai to acquire shareholding of another overseas entity namely Garnet Enterprise DMCC (GED) in the guise of ODI.

It was gathered that, between F.Y. 2013-2014 and F.Y. 2016-17 Jindal Poly Films Ltd (JPFL) made substantial investments totalling to Rs. 703.79 Crore in Jindal India Powertech Ltd., which was further invested in JITPL to set up a coal based thermal power plant in Odisha. In F.Y. 2018-19, instead of recovering the investments worth Rs. 703.79 Crore from JIPL, JPFL chose to write them off and sold it at a significant loss to its own promoters and group companies which is typically siphoning off public investors money as JPFL is a listed entity.

Subsequently, in May 2024, JIPL received Rs. 853.72 Crore from JTPL by redemption of preferential shares. JIPL instead of repaying this amount to the listed entity JPFL, has siphoned off Rs. 505.14 Crore out of this to the personal entity of Shyam Sundar Jindal in Dubai namely Topaz Enterprise DMCC in order to acquire 100% stake in Garnet Enterprise DMCC.

It was gathered that Garnet Enterprise DMCC, Dubai is a wholly owned subsidiary of Topaz Enterprise DMCC. It was also gathered that Garnet Enterprise DMCC, Dubai has 48% stake in Jindal Polyfilm Netherlands B.V. which subsequently holds 100% stake in other step down subsidiaries namely JPF Dutch B.V; JPF USA Holding LLC, USA and other foreign entities. All these overseas entities are beneficially owned by Shyam Sundar Jindal and his family.

It is suspected that BC Jindal group is routing its own funds outside country in the garb of ODI and parking it outside country. During search action, certain documents related to overseas entities, its acquisition etc. have been recovered. As per documents, Shyam Sundar Jindal is beneficial owner and 100% shareholder of Topaz Enterprise DMCC and he is the key person controlling the financials of this entity and other overseas entities.

It is gathered from the documents recovered during search operation that an amount of Rs. 505.14 Crore has been transferred outside India through sham transaction as ODI which was based on sham valuation of shares of foreign entity. Two different valuation report were obtained from two valuers who were related with each other, which shows that the valuation was enhanced to enable more remittance outside country.

As per data, Shyam Sundar Jindal and his group entities are holding multiple overseas entities situated at Netherlands B.V., USA; Belgium, Italy; Kerkrade B.V., Luxembourg; Singapore, China; United Arab Emirates; Germany etc. and it is suspected that funds from India has been placed in these overseas entities in contravention of provisions of FEMA, 1999.

Shyam Sundar Jindal was not available in India during search as he left to Hong Kong citing official work and has not yet returned to India. He is yet to join the investigation.

Further investigation is under progress.

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