



PRESS RELEASE

17.12.2025

Directorate of Enforcement (ED), Gurugram Zonal Office has filed a Prosecution Complaint (PC) on 15.12.2025 before the Hon'ble Special Court (PMLA), Gurugram against the then Directors/shareholders of M/s Allied Strips Limited (ASL), viz., Gaurav Aggarwal, Mohender Aggarwal, Kolkata based entry operator namely Jagdish Prasad Purohit and other related entities & non- related entities of M/s ASL, in connection with a bank fraud case involving M/s ASL and other entities. The company was engaged in the manufacture of steel products. M/s ASL was admitted into the Corporate Insolvency Resolution Process (CIRP) in 2018 and GP Global Energy Private Limited was selected as the successful resolution applicant (SRA) with an approved plan of approximately Rs. 233.71 Crore vide NCLAT Order dated 06.05.2022.

ED initiated investigation on the basis of FIR registered by the Central Bureau of Investigation (CBI), New Delhi on the basis of complaint dated 05.03.2022 filed by Canara Bank against M/s ASL and its promoters alleging that the accused company M/s Allied Strips Limited (ASL) through its Directors / Promoters / Employees and others have committed fraud by siphoning and diverting funds, criminal misappropriation, criminal breach of trust, cheating, fraud, etc. causing wrongful loss to the tune of Rs. 1392.86 Crore (approx.) to the consortium of banks led by Canara Bank.

ED investigation revealed that M/s ASL has transferred / diverted from the bank accounts of the accused company to various entities / vendors in the form of advances and other payments. Further, during the course of investigation, it was also revealed that M/s Allied Strips Limited made no efforts to recover the advances from various vendors / entities since it was the modus operandi used to divert funds from the accused company. These advances were never meant to be recovered and investigation further revealed that M/s ASL had received cash in lieu of advance given to various entities. The cash received was routed to M/s ASL through accommodation entry with the help of entry operator based in Kolkata which was eventually used for purchase of immovable properties in the name of the company.

Search operations conducted by ED in the case at various premises linked to the promoters/directors of M/s ASL and other associated entities revealed that M/s ASL diverted the loans / limits availed from consortium by way of giving advances to various unrelated firms viz. M/s Eureka Infrastructure Private Limited, M/s Suncity Projects Private Limited, M/s Jubilant Malls Private Limited, M/s Kratos Projects Private Limited, M/s HNS Projects Private Limited and M/s HNS Infratech Private Limited. These advances, given to the unrelated firms / entities, were never recovered by M/s ASL and no efforts were made by M/s ASL to recover the same. Investigation revealed that loan amounts to the tune of Rs 48.68 Crore were diverted by M/s ASL to the above entities which were never recovered.

Earlier in the case, ED had provisionally attached immovable properties worth approximately Rs. 44.09 Crore belonging to the M/s Suncity Projects Private Limited, M/s Eureka Infrastructure Private Limited and other related entities. The total attachment and seizure in the instant case stands at Rs. 45.51 Crore.