



Press Release
07.06.2022

Directorate of Enforcement (ED) has filed a Prosecution Complaint under Prevention of Money Laundering Act, 2002 (PMLA) before the PMLA Special Court, Ranchi against Gyan Prakash Sarawgi and 9 others. Special Court has taken cognizance of the same on 03.06.22. The Prosecution Complaint was preceded by a Provisional Attachment Order dated 25.05.2020 attaching therewith 10 immovable properties worth Rs 4.25 Crore identified as proceeds of crime. The case relates to bank fraud wherein the accused persons availed bank loans fraudulently amounting to Rs 77.36 Crore on the pretext of trading in textiles, garments and construction items. Instead, these bank loans were laundered through a maze of transactions involving many intermediary companies and were finally used into the activities of M/s Sarawgi Builders and Promoters Pvt. Ltd., which was primarily engaged in the business of Real Estate.

ED initiated money laundering investigation on the basis of 3 FIRs registered by the CBI's Economic Offence Wing (EOW), Ranchi against M/s Sarawgi Builders & Promoters Pvt. Ltd. and others. The quantum of the Proceed of Crime in this case is Rs 77.36 Crore.

Earlier, ED had seized cash amounting to Rs 3.37 Crore during the course of searches on 15.12.2021 into the matter and subsequently arrested Gyan Prakash Sarawgi, Director of M/s Sarawgi Builders & Promoters Pvt Ltd. on 29.03.2022. The Ld. PMLA Court remanded the accused Gyan Prakash Sarawgi to ED's custody of seven days and he is presently in judicial custody at Birsa Munda Central Jail, Ranchi.

Further investigation into the matter is in progress.
