Press Release
24.12.2025

Directorate of Enforcement (ED), Hyderabad Zonal Office, has successfully completed the process of restitution of attached properties valued at approximately Rs. 63.05 Crore (value at the time of attachment) under the provisions of the Prevention of Money Laundering Act (PMLA), 2022 to the State Bank of India (Rs. 62.30 Crore) and UCO Bank (Rs. 75 Lakh). The said properties were attached during PMLA investigations in the case of M/s G.S. Oils Limited.

ED initiated investigation against M/s G.S. Oils Ltd. and others in 2016 based on FIRs registered by the CBI, BS & FC, Bangalore and CBI, ACB, Nagpur on the basis of complaints filed by SBI and UCO Bank against M/s G.S. Oils Limited & others for getting loans sanctioned which became NPA due to non-repayment, causing wrongful loss to SBI to the tune of Rs. 274 Crore and to UCO Bank to the tune of Rs. 32.33 Crore.

ED investigation revealed that M/s G.S. Oils Limited had availed various credit facilities from SBI and UCO Bank. All such credit facilities turned NPA on account of the fraud committed by the accused persons. Loans were round tripped & parked into various associate companies and subsequently either withdrawn in cash or utilized for purchasing land in the name of associate companies, which were again mortgaged for more loans. Investigation also revealed that large amounts of banks funds were diverted by fraudulently issuing Letters of Credit (LCs) to related shell firms for bogus supply of material. Such LCs were devolved and the said funds were illegally channelled back to its promoters, ultimately causing huge financial loss to the PSU banks.

State Bank of India and UCO Bank were pursued to file restitution applications under Section 8(8) of the PMLA, 2002 before the Hon'ble Special PMLA Court, Nampally, Hyderabad and ED conveyed concurrence for restitution of immoveable properties attached by it so that such attached properties could be restored to the victims of the fraud i.e. SBI and UCO Bank.

The Hon'ble Special PMLA Court, Nampally, Hyderabad, vide orders dated 24.03.2025 and 17.12.2025, allowed the restitution petitions filed by State Bank of India and UCO Bank respectively thereby paving the way for restoration of attached assets. The attached assets for which restitution has been allowed by the Hon'ble Court include agricultural and industrial lands located in the districts of Adilabad, Asifabad and Mancherial in Telangana, as well as in Wani, Maharashtra.

This restitution exercise marks a significant step in ED's efforts to restore properties to their rightful claimants and to ensure that Proceeds of Crime are returned to those affected.