Press Release
20/12/2025

RBI issued compounding order for FEMA violations in case of Janapriya Townships Private Limited.

The Reserve Bank of India (RBI) has issued a compounding order dated on 06.11.2025 u/s 15 of Foreign Exchange Management Act, 1999 (FEMA), in the case of Janapriya Townships Private Limited, which has resulted into termination of investigation against the company for these contraventions of provisions of FEMA, 1999. The said order has been passed by RBI after issuance of "No Objection" by the Directorate of Enforcement (ED).

In this case, based on the credible information received, investigation was taken up by ED for following contraventions of FEMA, 1999 for which compounding has been done by RBI:-

1. Delay in reporting receipt of foreign inward remittances towards issuance of shares to a person resident outside India under Para 9(1)(A) of Schedule 1 to FEMA 20, amounting to Rs. 64.66 Crore.

2. Delay in submission of Form FC-GPR after issue of shares to a person resident outside India under Para 9(1)(B) of Schedule 1 to FEMA 20, amounting to Rs. 13.20 Crore.

3. Delay in filing of 'Annual Return on Foreign Liabilities and Assets' for seven financial years under Paragraph 9(2) of Schedule 1 to FEMA 20 read with A.P. (DIR Series) Circular No. 45 dated March 15, 2011.

The case was under investigation while the company filed an application before the RBI for compounding of the said contraventions under FEMA as per the provisions of Section 15 of the Act. On reference from RBI, the ED issued no objection for such compounding in line with the true spirit of the Act. Accordingly, the RBI, on the basis of no objection issued by ED, has compounded the said contraventions vide compounding order dated 06.11.2025 with a one-time payment of Rs 1, 68,160/-.