Press Release
06-11-2026

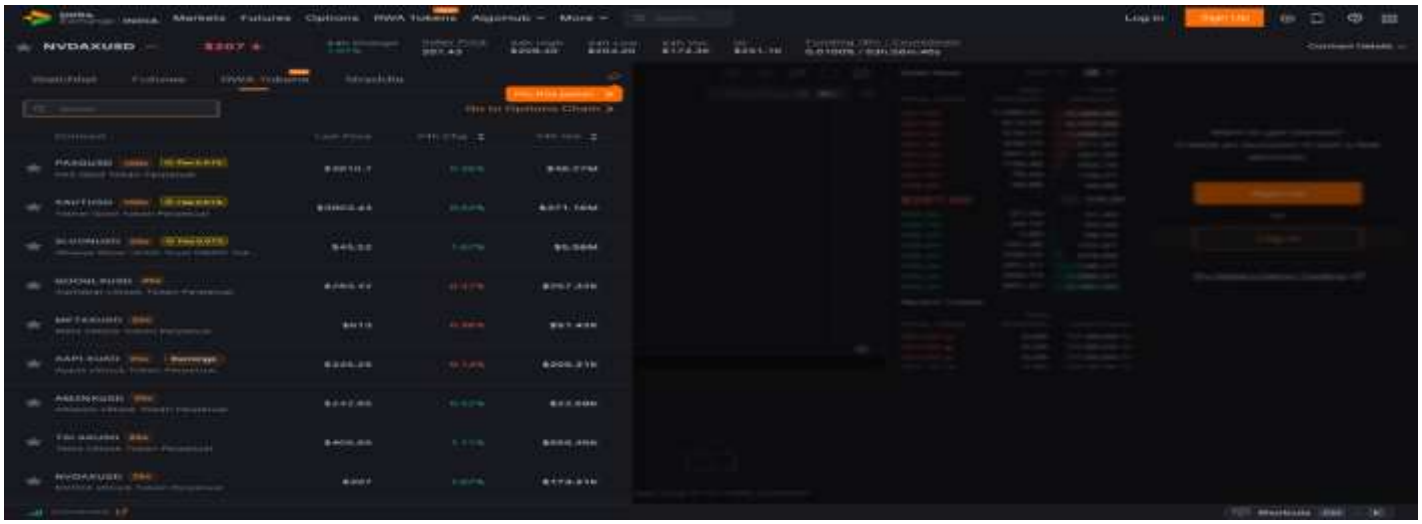
Directorate of Enforcement (ED), Bengaluru Zonal Office has conducted searches under section 37 of FEMA, 1999 on 04 & 05.11.2026 at 03 premises in Bengaluru related to CoinDCX Crypto Exchange and Delta Exchange on allegation of unauthorized cross-border financial transactions in derivative trading in crypto tokens and Real World Asset (RWA) tokens.

ED investigation has initiated based on information received alleging large scale FEMA violations by entity named M/s Neblio Technologies Private Limited which is operating platform named "CoinDCX" and M/s Excelium Technologies Private Limited which is operating platform named "Delta Exchange". These platforms were offering products such as Derivative Trading Crypto Tokens i.e. Futures & Options and trading in RWA tokens. These platforms were openly advertising trading in tokenised stocks of foreign entities despite being not authorised to do so**.**

The discreet enquiries conducted and intelligence gathered by the Directorate revealed that these platforms were using stable coins such as USDT to undertake derivative trading and tokenised stock trading in foreign based Crypto Trading Platforms such as Binance, Kucoin, Gate.ioo, Bybit etc.

A few of the advertisements posted by these entities are as follows:





The search operations revealed that both CoinDCX and Delta Exchange offered products to customers for spot trading, trading in Derivatives i.e. Futures & Options based on crypto tokens and trading in tokenised stocks.

CoinDCX

Search operations in CoinDCXs revealed that the platform is offering spot trading in Crypto, Trading in Futures and options in Crypto tokens and trading in tokenised stocks of foreign companies.

The evidences gathered during the search revealed large scale contraventions of FEMA, 1999 in above products of the platform. The modus operandi is s below: -

Spot Trading Double Hop transctions

The evidences gathered during the search revealed that user money is being routed by the platform by converting the same into USDT to foreign based crypto trading platforms such as Binance, Kucoin, and Gate.io etc to fulfil the orders of customers in certain Crypto tokens. The flow of such transactions are as below:-

(a) The user deposits INR

(b) The user places order for spot trading.

(c) The INR is converted to stable coin i.e. USDT.

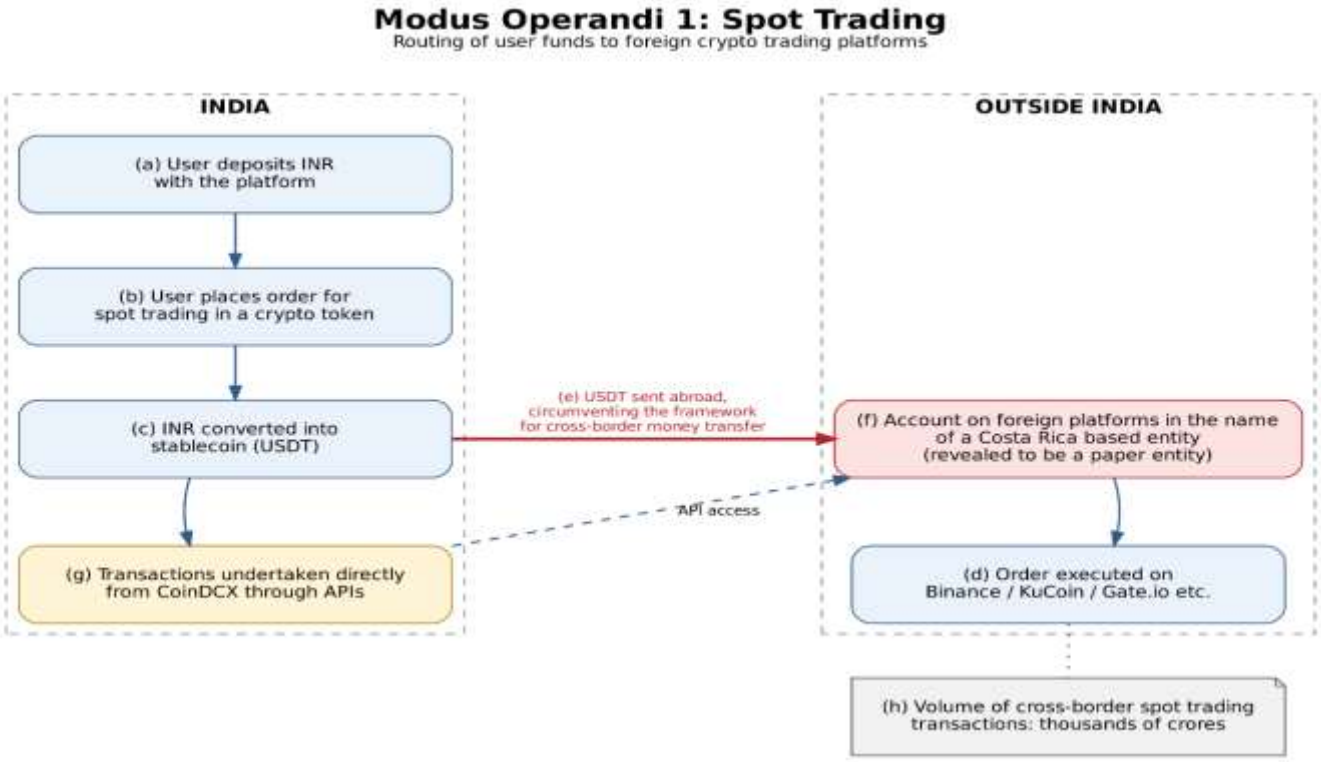
(d) The stable coin i.e. USDT is sent to Binance, Kucoin, Gate.io etc to execute the order.

(e) Such Transfer of funds to Binance, Kucoin, and Gate.io is being undertaken by circumventing the framework for cross border money transfer.

(f) The evidences gathered revealed such transactions are being undertaken through an account opened in the name of a Costa Rica Based entity in the foreign Crypto Trading platforms which is revealed to be a paper entity.

(g) In actual the transactions are being undertaken directly from the CoinDCX through Application Programme Interfaces (APIs).

(h) The evidences gathered reveal that the volume of such cross border spot trading transactions are running into **thousands of crores.**



<u>Futures and Options</u>

Search operations revealed that the Futures & Options trading products offered by CoinDCX are in actual being undertaken in foreign based Crypto trading Platforms such as Binance, Bybit, Kuccoin, Gate.io etc. The modus operandi revealed is as below:-

(a) The user deposits INR in CoinDCX.

(b) The user places order for opening a position in Futures & Options.

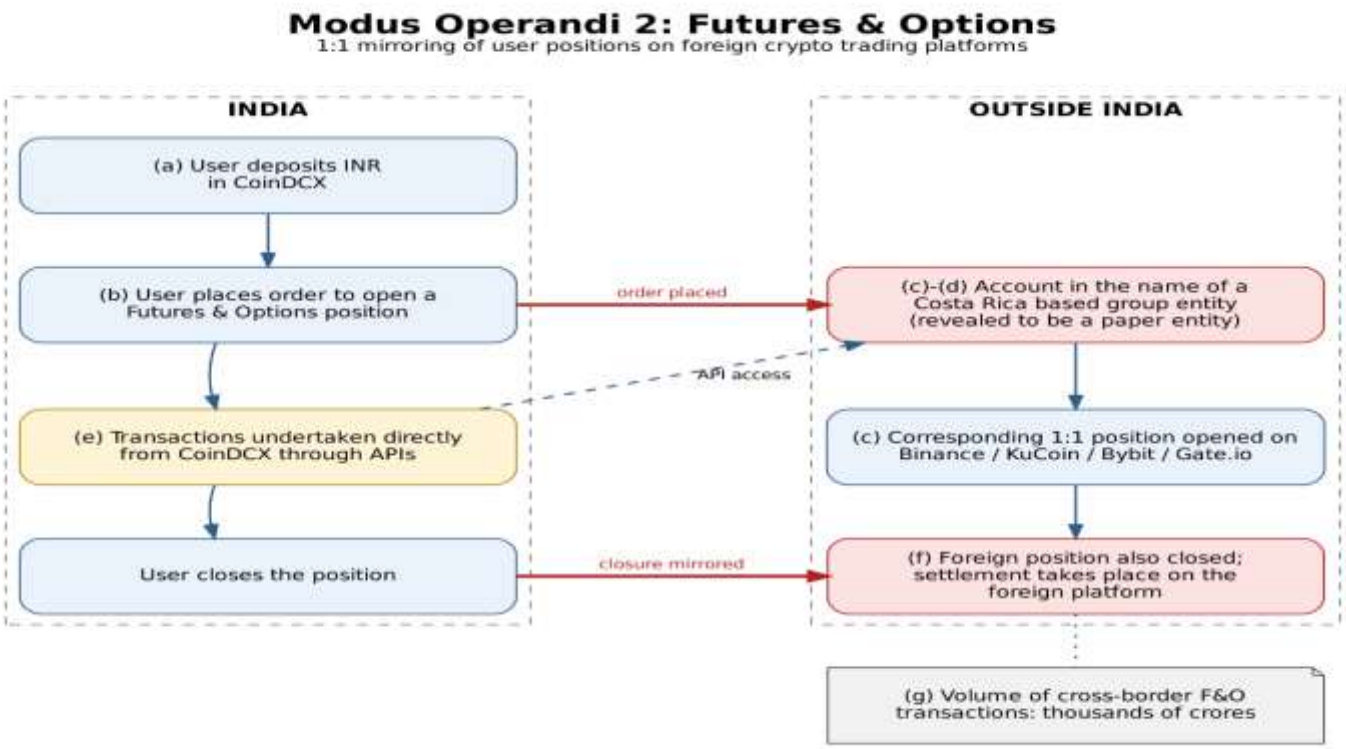
(c) CoinDCX opens 1:1 position of the user order in Binance, Kucoin, Bybit, Gate.IO through its account opened in the name of Costa Rica based group entity.

(d) which is revealed to be a paper entity.

(e) In actual the transactions are being undertaken directly from the CoinDCX through Application Programme Interfaces (APIs).

(f) On closing of the position by user the settlement takes place in the foreign based crypto trading platforms as the corresponding position opened in these platforms are also closed.

(g) The evidences gathered reveal that the volume of such cross border Futures & options transactions are running into thousands of crores.



Trading in Tokenised stocks

The search operations revealed that CoinDCX is offering trading in tokenised stocks of foreign companies such as Apple, Google, and Tesla etc. The evidences gathered during the search revealed that such trading is actually a derivative trading in tokenised stocks are being undertaken in Hyperliquid which is a foreign based decentralised crypto trading platform.

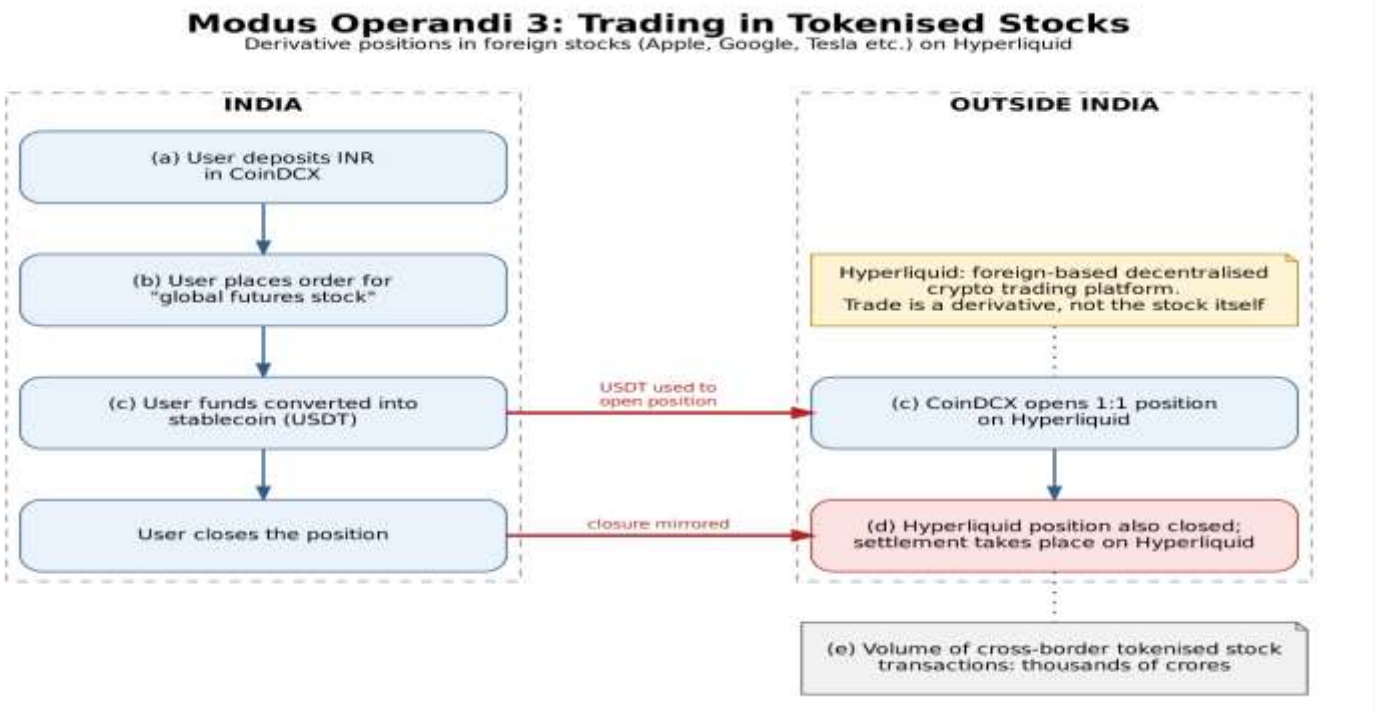
(a) The user deposits INR in CoinDCX.

(b) The user places order for global futures stock.

(c) CoinDCX opens 1:1 position of the user order in Hyperliquid by converting the user funds into stablecoin i.e. USDT which is used for opening position in Hyperliquid.

(d) On closing of the position by user the settlement takes place in the Hyperliquid as the corresponding position opened in these platforms are also closed.

(e) The evidences gathered reveal that the volume of such cross border transactions in tokenised stocks are running into thousands of crores.



The search operations revealed that the CoinDCX is having enterprise trading accounts in foreign based Crypto Trading Platforms wherein assets in Crypto are held in contravention of provisions of FEMA,1999.

The search operations revealed that the CoinDCX is paying hundreds of crores of rupees to foreign based crypto trading platforms as transaction fees which are their business expenses. However, such transaction fee payments are routed in stable coins such as USDT in contravention of framework envisaged under FEMA, 1999.

Delta Exchange India

This platform is being operated by M/s Excelium Technologies Private Limited. Delta Exchange India offers products to customers in spot trading, Futures & options in Crypto tokens and trading in tokenised stocks of foreign companies.

The search operations undertaken at the two premises belonging to the group revealed the following :-

(a) A large volume of its Derivative Trading i.e. trading Futures & Options and trading in tokenised stocks are being undertaken by Delta Exchange India are, in actual, were being routed through CoinDCX.

(b) CoinDCX in turn was undertaking these transactions in foreign based Crypto Trading platforms such as Binance, Kucoin, Gate.io, Bybit etc in contravention of provisions of FEMA, 1999.

(c) The volume of such cross border transactions are revealed to be in several thousands of crores of rupees.

The search operations also revealed hundreds of crores are being transferred by Delta Exchange India to its associate entities located in foreign countries which is under investigation.

The search operations also revealed that that the fintech products offered by these platforms are prima facie revealed to be in contrary to norms laid down in Securities Contracts (Regulation) Act,1956, SEBI Act, 1992 RBI Act,1934 etc. The same are being further examined.

Further investigation is under progress.