



Press Release
09.05.2024

Directorate of Enforcement (ED), Delhi Zonal Office has conducted search operations on 07.05.2024 at 11 locations in Delhi and NCR belonging to the M/s Shree Raj Mahal Jewellers Pvt Ltd (SRMJPL), M/s Ginni Gold Pvt Ltd (GGPL), Ashok Goel, Pradeep Goal, Praveen Kumar Gupta [promoters/directors] and several shell companies related to them.

ED initiated investigations on the basis of FIRs registered by CBI, New Delhi against M/s SRMJPL and M/s GGPL and their directors. As per the said FIRs, M/s SRMJPL and M/s GGPL, [engaged in manufacturing and trading of the gold and diamond studded jewellery] had taken loans the tune of Rs. 125 Crore and Rs. 45 Crore respectively from the consortium of bank led by Bank of India and Union Bank of India. There are multiple FIRs registered against the promoters and group companies of M/s Shree Raj Mahal Jewellers Pvt Ltd for cheating the banks to the tune of Rs. 232 Crore approx.

ED investigation revealed that the said entity/promoters/directors diverted the bank funds for purposes other than the business of said entity, such as investments in immovable assets/real estate in personal names. The stocks hypothecated in the bank loan were also siphoned off by showing purported sales to shell entities so that the same could not be available for recovery of bank's dues. Investigations on the shell entities shows that they either don't exist or the transactions claimed in the books are not done. Some entities have admitted that they provided entries on the request of promoters. Some of said shell entities are operated by the relatives of the promoters/directors of M/s Ginni Gold Pvt Ltd. Investigation has also revealed that even major part of investments made by the promoters in the share capital of M/s Ginni Gold Pvt Ltd was routed through a shell entity operated by their relatives and sourced through unknown sources apparently the diverted funds of the bank. Investigations also showed that the promoters are holding assets/ money through shell entities/ dummy directors to prevent banks/ enforcement agencies from recovering the loan amount due to the banks.

ED had attached assets worth of Rs. 4.34 Crore (approx.) in the form of commercial shops at Karol Bagh, Delhi on 21-01-2024, in the case of M/s Ginni Gold Pvt Ltd and others under PMLA. ED had also conducted search operations against the said promoters and group entities on 11-04-2023 and various incriminating evidences were seized.

During the search operations conducted on 07-05-2024, Cash amounting to Rs. 20.50 Lakh, 5 high end luxury Cars [Mercedes/ BMW] having acquisition value of approx. Rs. 2 Crore and FDs worth 1 Crore held by the promoters in the name of dummy entities/ persons, various evidence related to assets/ bank accounts held through several shell companies by the promoters were recovered and seized.

Further investigation is under progress.