



Press Release
07.11.2022

Directorate of Enforcement (ED) has filed prosecution complaint against M/s AGS Infotech Private Limited and its director G Dhananjaya Reddy before the Hon'ble Court of the Principal City Civil & Session Judge Special Court, Bangalore under PMLA in the matter of bank fraud to the tune of Rs. 23.73 Crore committed by the company and its directors. The Hon'ble Court has taken cognizance of the Prosecution complaint filed by the ED.

ED initiated money laundering investigation on the basis of a criminal case registered by CBI, BS & FC, Bangalore against Director of M/s. AGS Infotech Ltd., Bangalore and others for cheating the United Bank of India to the tune of Rs. 23.73 Crore, by fraudulent means in the matter of sanctioning and availing of credit facilities in the name of M/s AGS Infotech Ltd.

Investigation by ED revealed that G. Dhananjaya Reddy and other accused persons cheated the then United Bank of India and availed loan of Rs. 23.73 Crore by creating collateral security on the basis of fabricated documents; diverted the loan proceeds for the purposes other than for which it was sanctioned and thus committed the offence of money laundering.

G Dhananjay Reddy is a habitual offender and is the mastermind behind two other bank frauds committed through his two other companies namely M/s Nexsoft Infotel Ltd. & M/s Ignis Technology Solutions Pvt. Ltd. He was also arrested by ED earlier and separate prosecution under PMLA, 2002 have been launched against G Dhananjay Reddy by the ED after attaching properties involved in money laundering worth Rs.7.58 Crore in other two PMLA cases recorded by ED.
