



Press Release
02/01/2023

Directorate of Enforcement (ED) has provisionally attached immovable assets having market value of Rs. 20.31 Crore belonging to accused Mada Subrahmanyam, Mada Srinivasa Rao, Ganduri Mallikharjuna Rao, Eluri Prasada Rao, their family members and firms/companies under the PMLA, 2002 in a case of fraudulent loans obtained from IDBI Bank, Guntur branch.

Investigation was initiated under PMLA, 2002 on the basis of 4 FIRs registered by the Central Bureau of Investigation, Anti Corruption Branch, Visakhapatnam & Hyderabad against the aforesaid persons and others for fraudulently availing Kisan Credit Card (KCC) loans from IDBI Bank for fish farming.

Investigation under PMLA revealed that four aggregators viz. Mada Subrahmanyam, Mada Srinivasa Rao, Ganduri Mallikharjuna Rao and Eluri Prasada Rao conspired with Chandra Sekhar Harish Chennappagari, the then Manager of IDBI Bank, Guntur branch and in furtherance of the conspiracy, the said aggregators fraudulently availed Kisan Credit Card loans totaling to Rs. 57.10 Crore from IDBI Bank for fish farming in the names of 247 borrowers who were their family members, employees and persons known to them by giving their properties as collateral securities and misappropriated the loans sanctioned to the borrowers.

Investigation also revealed that part of the proceeds of crime i.e., loan amounts sanctioned to the borrowers was utilised by the aforesaid aggregators for purchasing several immovable properties in their names and in the names of other persons known to them. A total number of 47 immovable properties having market value of Rs. 20.31 Crore which were acquired by the said aggregators and the then bank Manager, using the proceeds of crime, have been attached under PMLA, 2002.

Further investigation in the case is under progress.