



Press Release
17/02/2023

Directorate of Enforcement (ED) has provisionally attached movable/immovable assets in the form of land & building and plant & machinery worth ₹828 Crore of M/s SEL Textiles Limited, a Ludhiana based company, in connection with case of Bank Fraud.

ED had initiated investigation under the provisions of Prevention of Money Laundering Act, 2002 on the basis of FIR registered by CBI against M/s SEL Textiles Limited and its directors for cheating and misappropriation of loan amount to the tune of ₹1530 Crore.

Investigation conducted by ED revealed that M/s SEL Textiles Limited and its directors had fraudulently diverted the loan amount availed from consortium of banks, led by Central Bank of India, by using various modus operandi viz. investments made into step down subsidiaries in violation of terms & conditions of loan availed; advance payments made to related parties in guise of procuring goods and services which never materialized; purchasing residential property for personal use; payments made in lieu of import of machineries through intermediaries for which import is pending even after lapse of more than 10 years and non realization of export proceeds.

Further investigation is going on.