



Press Release

02.08.2023

Directorate of Enforcement (ED) has filed Prosecution Complaint on 28.07.2023 before the Hon'ble Patiala House Court, New Delhi against Sanjay Prakash Rai under the Prevention of Money-laundering Act (PMLA), 2002 in a cheating and forgery case. The Hon'ble Patiala House Court, New Delhi has taken cognizance of the present complaint on 31.07.2023.

ED initiated money laundering investigation on the basis of FIR registered by P.S. Vibhuti Khand, Lucknow East Commissionerate, Uttar Pradesh in a cheating and forgery case. ED investigation revealed that Sanjay Prakash Rai duped huge amount of money from general public by portraying himself close to senior politicians and bureaucrats.

During the course of investigations, ED conducted search operations at 42 locations in New Delhi, Gurugram, Faridabad, Noida, Ghazipur, Pune and Gandhidham. The main accused in the case, Sanjay Prakash Rai was arrested by ED and was in ED custody from 03.06.2023 to 16.06.2023.

ED investigation revealed that Sanjay Prakash Rai duped businessman Gaurav Dalmia and his family to the tune of Rs 12 Crore by showing him fear of his arrest in an ongoing investigation conducted by ED, New Delhi. Out of the said Rs 12 Crore, sum of Rs 6 Crore were received in the bank account of Youth Rural Entrepreneur Foundation (YREF) in January 2023 from Dalmia Family Office Trust, wherein Gaurav Dalmia is trustee. Sanjay Prakash Rai incorporated YREF under Companies Act as a not for profit company on 16.02.2019. The registered address of YREF is village Karaila, Post Saheri, Ghazipur, Uttar Pradesh. However, the actual operational activities of YREF are being done from House No 1, Delhi Riding Club, Safdarjung Road, New Delhi which is also the residential address of Sanjay Prakash Rai. Although Sanjay Prakash Rai does not hold any official position in YREF, he controls the day-to-day affairs of the company and is the ultimate beneficiary. The said payment of Rs 6 Crore were received by Sanjay Prakash Rai under the guise of donation in YREF from Dalmia Family Office Trust. Further, Sanjay Prakash Rai forged documents in respect of payments of Rs 6 Crore received from Dalmia Family Office Trust to conceal the true nature of transactions. In addition to Rs 6 Crore received in the account of Youth Rural Entrepreneur Foundation, a sum of Rs. 6 Crore were received in cash by Sanjay Prakash Rai from Gaurav Dalmia which were subsequently layered and placed in the bank accounts of his sons Yash Sanjayprakash Rai and Sujal Sanjayprakash Rai in the form of accommodation entries from certain Delhi based jewelers in the garb of sale of old jewellery.

ED investigation has further revealed that Sanjay Prakash Rai has cheated several other persons and duped them to the tune of Rs 2,51,50,000 by portraying himself close to senior politicians and bureaucrats. Sanjay Prakash Rai has cheated Mohit Singh, Managing Director of Shipra Estate Ltd, by showing his contacts with senior politicians and bureaucrats and duped him to the tune of Rs 1 Crore by making false promises. The said payment of Rs 1 Crore were received in the bank account of Youth Rural Entrepreneur Foundation under the garb of donation. Sanjay



Prakash Rai has also duped Naveen Kumar Malhotra, Director of Bindu Fashion Pvt Ltd to the tune of Rs 1 Crore and Sunil Chand Goyal, Director of Metadesign Solution Pvt Ltd to the tune of Rs 51,50,000 by making false promises and impressing them by portraying himself as an influencer, a social worker and associated with PMO.

Earlier, ED had passed freezing orders and Provisional Attachment Order for attachment and freezing of 19 movable properties worth Rs. 14,54,48,189/- including 18 bank accounts with a balance of Rs 13,96,43,189 and one movable property in the form of Mercedes AMG car worth Rs 58,05,000 in the name of accused, his family members and entities where proceeds of crime were placed. The details of movable properties frozen/attached are as under:-

S. No.	Name of the Person/Entity	Amount (Rs.)
1	Sanjay Prakash Rai	Rs. 9,90,204
2	Kanchan Sanjayprakash Rai	Rs. 29,263
3	Yash Sanjayprakash Rai	Rs.1,71,40,775
4	Sujal Sanjayprakash Rai	Rs.14,69,920
5	Pradeep Kumar Rai	Rs. 25,26,301
6	Youth Rural Entrepreneur Foundation	Rs. 6,39,12,624
7	Myy Sports Pvt. Ltd.	Rs. 4,61,50,000
8	Arktane Technologies Pvt. Ltd.	Rs. 1,32,29,101
	TOTAL	Rs. 14,54,48,189