

**GOVERNMENT OF INDIA  
MINISTRY OF CORPORATE AFFAIRS**

**RAJYA SABHA  
UNSTARRED QUESTION NO. 39  
ANSWERED ON TUESDAY, THE 24<sup>TH</sup> FEBRUARY, 2015**

**CHIT FUND COMPANIES**

**QUESTION**

39. SHRI NARESH AGRAWAL:

Will the Minister of CORPORATE AFFAIRS be pleased to state:

- (a) the details of the alleged companies which have been investigated by the Ministry during the last three years;
- (b) the steps taken by the Ministry to prevent any company from becoming a chit fund company; and
- (c) the steps taken by the Ministry in the interest of the investors after a chit fund company is found to be guilty?

**ANSWER**

THE MINISTER OF CORPORATE AFFAIRS

(SHRI ARUN JAITLEY)

- (a) The details of companies investigated by the Ministry during the last three years and current year (till date) are enclosed as Annexure-I.
- (b) Chit Funds are registered by State Governments under the Chit Funds Act, 1982 – an Act administered by the Ministry of Finance but with responsibilities of implementation resting with the States. Cheating by Chit Fund company through fraudulent schemes is an offence under the Prize Chits and Money Circulation Schemes (Banning) Act, 1978. The power to investigate and prosecute lies with the State Governments. However for better identification of Chit Fund Companies, Rule 8(2)(b)(iii) of Companies (Incorporation) Rules, 2014 framed under the Companies Act, 2013, provides that if the company's main business is financing, leasing, chit fund, investments, securities or combination thereof, its incorporation shall not be allowed unless its name is indicative of such related financial activities, viz., Chit Fund or Investment or Loan, etc.
- (c) Insofar as Companies Act is concerned, cases of violations of the provisions of the Act by Chit Fund companies are dealt with in accordance with the Act. So far the Ministry has ordered investigations against 96 such companies by Serious Fraud Investigation Office (SFIO) of this Ministry under the provisions of Section 235 of the Companies Act, 1956. These investigations are in addition to action initiated by State police authorities under the laws referred above.

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**ANNEXURE REFERRED TO IN ANSWER TO PART (a) OF RAJYA SABHA UNSTARRED QUESTION NO. 39 FOR 24<sup>TH</sup> FEBRUARY, 2015 REGARDING CHIT FUND COMPANIES****Details of companies investigated by the Ministry during the last three years and current year (till date)****2011-12**

<b>Sl. No.</b>	<b>Name of the Company</b>	<b>Date of Submission of Investigation report to MCA</b>
1	Sesa Goa Ltd.	29/04/2011
2	Sesa Industries Ltd.	29/04/2011
3	Systems America (India) Ltd.	16/05/2011
4	Ambuja Cements Ltd.	26/07/2011
5	ACC Ltd.	26/07/2011
6.	Ultratech Cement Ltd.	27/07/2011
7	Megacity (Bangalore) Developers & Builders Ltd.	02/08/2011
8	Rishi Oil & Fats Ltd. (in Liqn)	22/11/2011
9	AVI Shoes Ltd. (in Liqn)	22/11/2011
10	AVI Industries Ltd. (in Liqn)	22/11/2011
11	Austral Coke & Projects Ltd.	29/12/2011
12	Metlex Ceramic Ltd. (under Liquidation)	11/01/2012
13	City Limouzines (India) Ltd.	30/01/2012
14	H. M. Dyeing Ltd. (under Liquidation)	21/02/2012
15	Palamoor Agro Complex Ltd.	29/02/2012
16	Goldquest International Pvt. Ltd.	05/03/2012
17	Questnet Enterprises India Pvt. Ltd.	05/03/2012
18	Dimensions Investment & Securities Ltd. (under Liquidation)	07/03/2012
19	Global Trust Bank	09/03/2012
20	Ganga Yamuna Finvest Pvt. Ltd. (in Liquidation)	30/03/2012

**2012-13**

1	Jayant Vitamins Ltd.	29/05/2012
2	Vijay Associates	26/07/2012
3	Mauve Farms Pvt. Ltd.	03/08/2012
4	Lakshish Habitats Ltd. (under Liquidation)	13/08/2012
5	Savitri Finlease Securities Ltd.	14/08/2012
6	Jenson & Nicholson Financial Services Ltd.	17/08/2012
7	Yusuf Properties Pvt. Ltd.	30/08/2012
8	Pushkar Trading Co. Ltd. (under Liquidation)	31/08/2012
9	Triveni Infrastructure development Co. Ltd. (under Liquidation)	06/09/2012
10	Ayushi Buildestates Pvt. Ltd.	18/09/2012
11	Singh Contractors (I) Pvt. Ltd. (under Liquidation)	26/09/2012
12	Independent Mobile Infrastructure (P) Ltd. (in Liquidation)	19/10/2012
13	Omway Build Estate Pvt. Ltd.	02/11/2012
14	Casion Finance & Investment (India) Ltd. (under Liquidation)	23/11/2012
15	Kush Print (P) Ltd. (in Liquidation)	05/12/2012

16	Abcindya Networks Pvt. Ltd.	12/12/2012
17	Gennext Promoters Pvt. Ltd.	13/12/2012
18	Sajjad Properties Pvt. Ltd.	31/12/2012
19	Timber World Resorts and Plantation Pvt. Ltd. (in Liquidation)	27/02/2013
20	Life Business Project Pvt. Ltd (Mr. Bhuvnesh Chaturvedi & Ors.)	01/03/2013
21	DSS Mobile Communications Ltd. (under Liquidation)	18/03/2013
22	Mehak Vyapaar Pvt. Ltd.	21/03/2013

**2013-14**

1	Kinematics Marketing (P) Ltd.	01/04/2013
2	Reebok India Co. (Unlimited Liability Co.)	07/05/2013
3	Devred (I) Ltd. (in Liquidation)	09/10/2013
4	Vaishnavi Corporate Communications Pvt. Ltd.	22/01/2014
5	Vaishnavi Advisory Services Pvt. Ltd.	
6	Leisure Clubs India Pvt. Ltd.	
7	Claro Consultancy Pvt. Ltd.	
8	Magic Airlines Pvt. Ltd.	
9	Maansi Agro Pvt. Ltd.	
10	Crownmart International India Pvt. Ltd.	
11	Vitcom Consulting Private Ltd.	
12	Neucom Consulting Pvt. Ltd.	
13	D. R. Gaur Projects Pvt. Ltd.	
14	Unigateway 2U Trading Pvt. Ltd.	31/03/2014
15	Unipay 2U Marketing Pvt. Ltd.	
16	Unipay Creative Business Pvt. Ltd.	
17	Unipay 2U Production Pvt. Ltd.	
18	Basil International Ltd.	
19	Vamshi Chemicals Ltd.	
20	Nixil Pharmaceuticals Specialities Ltd.	
21	Appeline Cosmetics & Toiletries Ltd.	
22	Basil Express Ltd.	

**2014-15 (till date)**

1	Saradha Realty India Ltd.	04/07/2014
2	Saradha Agro Development Ltd.	
3	Saradha Exports Ltd.	
4	Saradha Shopping Mall Pvt. Ltd.	
5	Saradha Printing & Publication Pvt. Ltd.	
6	Saradha Tours & Travels Pvt. Ltd.	
7	Saradha Education Enterprise Ltd.	
8	Saradha Construction Company Pvt. Ltd.	
9	Saradha Garden Resorts & Hotel Pvt. Ltd.	
10	Saradha Landmark Cement Pvt. Ltd.	
11	Rose Capital Ltd.	
12	Bengal Media Pvt. Ltd.	
13	Bhasank Food Pvt. Ltd.	
14	Global Automobiles Ltd.	
15	Speakasiaonline	15/09/2014
16	Tulsiyat Tek Pvt. Ltd.	

17	Seamless Outsourcing LLP	
18	Rose Valley Real Estate & Construction Ltd.	03/12/2014
19	Rose Valley Industries Ltd.	
20	Silver Valley Communications Ltd.	
21	Rose Valley Food Beverages Ltd.	
22	Rose Valley Marketing India Ltd.	
23	Rose Valley Infotech Pvt. Ltd.	
24	Rose Valley Hotels & Entertainment Ltd.	
25	Rose Valley Projects Ltd.	
26	Rose Valley Patrika Ltd.	
27	Rose Valley Films Ltd.	
28	Modern Investment Traders Pvt. Ltd.	
29	Rose Valley Travels Pvt. Ltd.	
30	Brand Value Communications Ltd.	
31	Rose Valley Housing Development Finance Corporation Ltd.	
32	Rose Valley Airlines Ltd.	
33	Rose Valley Fashions Pvt. Ltd.	
34	Rupasi Bangla Projects India Ltd.	
35	Rupasi Bangla Media & Entertainment Ltd.	
36	Rose Valley Realcom Ltd.	
37	KNS Infracon Private Ltd.	
38	ABW Infrastructure Ltd.	11/02/2015

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