

During the financial year 2017-18, the Bank had adjusted deposit loans aggregating to Rs.794 crore, extended to M/s.RHC Holding Private Limited and M/s.Ranchem Private Limited, group companies of M/s Religare Finvest Limited (RFL) against RFL's deposits . Disputing the said adjustment, RFL has filed a suit against the Bank in May, 2018 before the Honourable High Court of Delhi and the same is being defended appropriately by the Bank. RFL had also filed an interim application in the suit claiming attachment of the assets of the bank, its employees, directors etc. The said application was heard for more than an year and when the same was reserved for orders, RFL made a submission to the court for withdrawing the said interim application for the reasons best known to them. Till date no adverse orders have been passed against the bank by any judicial forum. The hearing in the case slated for yesterday has been adjourned to 30th October 2019.

Now, as a desperate measure, RFL has filed a complaint with EOW, Delhi and EOW has registered an FIR against the Bank, directors and other unknown persons alleging the very same issues. Mere registration of FIR against the bank does not mean anything, at this stage. The Bank is committed to cooperate with the investigating agencies and regulatory authorities apparently in order to bring out the malicious attempts of RFL to mislead the public to coverup massive fraud indulged by their own promoters/employees/group companies.

Statement from Lakshmi Vilas Bank Ltd on September 27, 2019