DEPOSITION OF WITNESS

(Chapter XXIII code of Criminal Procedure)

In the Court of XI Additional Special Judge for CBI Cases

(CBI Cases Relating to Banks and Financial Institutions)

Chennai - 600 001.

Calendar Case	:	C.C. No. 25/2013
Deposition of witness for	:	PW 6
Name	:	Mr. G.Ramachandran
Father's / Husband's Name	:	
Address for Communication	:	
Village	:	
Taluk	:	
Calling	:	
Religion & Caste	:	
Age	:	years Mobile:

Solemnly affirmed in accordance with the provisions of Act X of 1873 on this the 16th day of November, 2017.

Chief Examination:

Presently I retired as Manager, SBI, Chengam branch in the year 2012. During 28.11.2011 to 31.3.2012 I was working as branch manager, SBI, Chengam branch, Tiruvannamalai district. While I took charge of this branch, the milch animal loans sanctioned by A7 Gopalakrishnan, the then branch manager, SBI, Chengam branch to 728 borrowers and all the accounts were declared as NPA since there were no repayments. I also verified the accounts and it is found that the 728 milch animal loans were infact utilized by Kanthammal Diary, Andipatti belongs to A1 Purushothaman.

When milch loans is being sanctioned by the branch pertains to the member of society / diary farms, the branch has to take tripartite agreement along with KYC norms to identify the borrowers and their basic needs. The tripartite agreement should be signed by the borrower, the society in charge and the bank officials. For purchasing a cow in the above scheme the society will identify the prospective borrowers to the bank along with ID proof and address proof. The bank should form a purchase committee to identify the prospective seller of cow and atleast one person of the committee should be bank official. After identification of the prospective borrower and ID proof and address proof the bank will issue the application for milch animal loan to the borrower. The borrower should come to the bank personally for submitting application form along with account opening form. After appraisal the loan will be sanctioned by the branch manager. After the sanction the required loan documents should be obtained from the borrower in person. For purchase of the milch animal in terms of the loan from the prospective seller the representative of the bank and authorized veterinary doctor shall identify the milch cow and ear tag will be done in the presence of seller, buyer, bank officials and the doctor. The ear tags will be supplied by insurance company which insures the cow. The certificate of inspection should be made by the veterinary doctor indicating the health of the cow and it is signed by veterinary doctor. Below that the seller and the banker will also sign. One copy of the same will be sent to the insurance company. One part of the health certificate will be form part of the sale receipt. Photographs of the cow along with tag and borrower, seller should be taken and to be kept with loan file. If the borrower is illiterate an independent witness signature should be obtained. The bank has to conduct the post sanction inspections periodically to identify the cow and the recovery of the loan. As per the tripartite agreement the borrower will sell the milk to the society and the society will have a register to note the procurement of the milk and the payments are done by the society to the bank in the individual loan accounts of the borrower. The said payment may be fortnightly or monthly. I have been examined by CBI in this regard.

Cross examination by A1 to A6 and A10 – No cross.

Cross examination by A7 – No cross.

Cross examination by A9 – No cross.