

Calendar Case No. : 2 of 2017
Prosecution Witness : 4 (LW3)
Name : Smt. Deepa Nagaraj
Date : 02.09.2025

Solemnly affirmed in accordance with the provisions of the Oaths Act, 1969 (Central Act 44 of 1969) on the 2nd day of September 2025.

- / sd / -
 Signature of witness

(A1, A2, A3 absent. 317 petitions filed and allowed. All the Accused counsel present.)

Continuation of Chief Examination : (Time – 11.25 a.m. to 3.20 p.m.)

M/s.Kavya Associates :-

The witness was shown Ex.P.4 to Ex.P.24. As per the said document the loan was sanctioned to Rs.25 lakhs to M/s.Kavya Associates by sanction dated 22.12.2011. Generally when the loan is sanctioned the company submits its projections and to substantiate the projections the orders in hand will be obtained to verify but no such documents were available in the file. The cash credit limit when it is sanctioned the drawal is permitted over a period of time for building up of stocks / current assets. However in this case it is observed that the entire amount was disbursed on a single date i.e., 24.12.2011 within a span of two days from the date of sanction. The outstanding in the account reached Rs.34.59 lakhs on 14.01.2012 which is almost an increase of Rs.10 lakhs which is beyond the discretionary powers of Scale III Branch Manager. It is also observed that the balance of Rs.34 lakhs was maintained upto 06.03.2012 and brought back to original sanction level of Rs.25 lakhs on 09.03.2012. The working capital limit was subsequently enhanced to Rs.35 lakhs on

27.04.2012 as per the statement of account. Generally enhancement within 6 months of sanction is referred to next higher authority however in this case the same was not done.

On request of learned counsel for accused, Chief examination of witness has to be taken for other cases, the cross examination is adjourned to another date.

Taken down by me/before me in open court,
interpreted/read over to the witness and admitted
by the deponent to be correct.

**XXIV Addl. City Civil & Sessions Judge,
XXIV Addl. City Civil & Sessions Court,
Allikulam, Chennai- 03.**