

GOVERNMENT OF ANDHRA PRADESH
REGISTRATION AND STAMPS DEPARTMENT

From,
Sri. B. Aravanda Reddy, I.A.S.,
Commissioner and Inspector General of
Registration and Stamps
A.P. Hyderabad.

To,
The Principal Secretary to
Chief Minister
A. P. Secretariat.
Hyderabad.

Letter No.CF/19482/2007Dt. 17/10/2008.

Sir,


Sub: A P Chit Fund Act 1971. - Allegation against
Margadasi Chit Fund - by Sri.V. Vasantha Kumar MLA -
Show cause notice issued -Report Submission -Regarding.
Ref: Government Memo No.35704/ Regn, II/A1/2008-1
Dt.26.08.2008. of Govt. of A.P. (Revenue Regn.I) Dept.

Kind attention is invited to the reference cited, where in Sri.V Vasantha Kumar MLA, requested to enquire into the complaint of irregularities committed by Margadasi Chit Fund regarding deposit of prized amount in case of non furnishing of surety, in the sister concerns "Margadasi Financers" instead of depositing in approved bank as per Section 14 (2) of AP Chit Funds Act which is mandatory.

In this connection it is submitted that audit team headed by Sri. A.Giri Kumar Vigilance Officer was constituted and ordered to enquire into the allegation against Margadasi Chit Fund. The audit team audited the Dilshuknagar and Vanastalipuram branches and observed that, the prize money, in case of non furnishing of sureties, at the option of the subscribers was deposited in the sister concern branches, i.e. Margadasi Financers which is irregular.

It is submitted that a show cause notice has been issued to the Margadasi Chit Fund and action shall be initiated as soon as explanation is received in this office and action taken report will be submitted soon.

Yours faithfully
Sd/- B. Aravinda Reddy.
Commissioner & I G (R&S)
A P Hyderabad.


For commissioner & I G (R&S)
A P Hyderabad.

Copy to
✓ Sri. V.Vasantha Kumar B.Sc,MBA.
MLA. UNGUTURU
West Godwari District.