

## SUJANA GROUP

Established in 1986, Sujana is a diversified group, with strong presence across Steel, Power and Telecom Infrastructure, Light Engineering, International Trade, Healthcare & Medical Education and Urban infra.

The Sujana Group consists of three listed companies M/s Sujana Universal Industries Limited, M/s Splendid Metal Products Limited (previously known as M/s Sujana Steels Limited and also M/s Sujana Metal Products Limited) and M/s Neueon Towers Limited (previously known as M/s Sujana Towers Limited) and a few promoter Finance Companies such as M/s Sujana Finance and Trading Private Limited, Foster Infin and Trading Private Limited, Yalamanchili Finance and Trading Limited, Sujana Holdings Limited, Sujana Capital Services Limited, Prime Infoinvest Limited, Golkonda Finance and Trading Private Ltd etc. In addition to the above companies, there are domestic and overseas subsidiaries to the listed companies as shown below.

<b>Subsidiaries of M/s. Sujana Metal Products Ltd</b>		<b>Status</b>
1	Glade Steel Private Ltd., Hyderabad	Subsidiary.
2	Asian Tide Enterprises Ltd., Hongkong	Wholly Owned Subsidiary.
3	Alpha Ventures Ltd., Cayman Islands	Wholly Owned Subsidiary.
4	Optimix Enterprises Ltd., Cayman Islands	Step Down Subsidiary.
<b>Subsidiaries of M/s. Sujana Universal Industries Ltd</b>		<b>Status</b>
1	Pac Ventures Pte Ltd., Singapore	Subsidiary.
2	Sujana Holdings Ltd., Dubai, UAE	Subsidiary.
3	Nuance Holdings Ltd., Hongkong	Subsidiary.
4	Sun Trading Ltd., Cayman Islands	Subsidiary.
5	Hestia Holdings Ltd., Mauritius	Subsidiary.
6	Empire Gulf FZE, Dubai, UAE	Step Down Subsidiary.
7	Selene Holdings Ltd., Mauritius	Step Down Subsidiary.
8	Sun Global Trading Pte Ltd., Cayman Islands	Step Down Subsidiary.
<b>Subsidiaries of M/s. Neueon Towers Ltd</b>		<b>Status</b>
1	Digitech Business Systems Ltd, Hongkong	Subsidiary.
2	STL Africa Ltd., Mauritius	Wholly Owned Subsidiary.
3	Telesuprecon ltd., Mauritius	Subsidiary.

The details of subsidiaries in India and abroad (such as the share capital, net worth, assets, liabilities) have been fully disclosed in the annual reports of respective holding companies as per the provisions of the Companies Act, 2013, listing norms and SEBI Regulations and these annual reports are available in the public domain.

SUIL's manufacturing facilities and their installed capacities are indicated in the following table.

**1. Manufacturing facilities of Sujana Univesal Industries Limited**

Location of the Manufacturing Units	Products	Existing Capacity
<b>Castings Division</b>		<b>Tonnes/Annum</b>
Bollaram, Hyderabad	Castings	150000
Bollaram, Hyderabad	Billets	120000
<b>Appliances Division</b>		<b>Units/Annum</b>
Jeedimetla, Hyderabad	Appliances	718000
<b>LEC Division</b>		<b>PCS/Annum</b>
Bollaram, Hyderabad	Ball Bearings	3000000
Bollaram, Hyderabad	Taper Roller bearings	500000
Bollaram	Auto Components	1500000
Bollaram	Light Engineering Components	500000

**2. Manufacturing facilities of Splendid Metal Products Limited:**

Location of the Manufacturing Units	Plant Type	Product	Existing Capacity
<b>Hyderabad</b>			
Unit-5 – Shadnagar, Mahboob Nagar	Steel Melting shop	MS Ingots	65,000
Unit-5- Shadnagar, Mahboob Nagar	Rolling Division	TMT Bars	75,000
Unit-4-Bollaram, Jinnaram, Medak	Rolling Division	TMT Bars	75,000
Unit-1- Bollaram Jinnaram, Medak	Rolling Division	TMT Bars	75,000
Unit-6- Shadnagar, Mahboob Nagar	Cut and Bend division	RMS	120,000
Suryapet Unit, Nalgonda	DR Plant	Sponge Iron	120000
<b>Chennai</b>			
Unit-1-Manjankarai	Rolling Division	TMT Bars	1,80,000
Unit-2-Village Pappanakuppam	Rolling Division	TMT Bars	60,000
<b>Visakhapatnam</b>			
Visakhapatnam Unit	Rolling Mill	Steel structurals	1,80,000

**3. Manufacturing facilities of Neueon Towers Limited**

Unit	Location	Activity
I	Unit – I : Plot No. 9, Survey No. 172/E,U,UU, IDA Bollaram, Jinnaram Mandal, Medak Dist.Teangana	Fabrication of Towers
II	Plot No. 10A, Survey No. 172, IDA Bollaram, Jinnaram Mandal, Medak Dist, Teangana	Fabrication of Towers
III	Plot No. 128/A, Survey No. 172/B, IDA Bollaram, Jinnaram Mandal, Medak Dist, Teangana	Galvanizing
IV	Plot no.159 B&C,Survey No.172/A, IDA Bollaram, Jinnaram Mandal, Medak Dist, Teangana	Rolling Mill producing angles & channels
V	Survey No. 321, Turkala Khanapur, Hathnoora Mandal, Medak Dist, Teangana	Fabrication and Galvanizing

There are no other companies in Sujana Group other than those mentioned above.

## Utilisation of loans availed from banks:

The funds availed from banks have been utilized only for the purposes for which they have been sanctioned. The financial assistance extended by the banks for the business operations of the Group's companies are always subject to appointment of nominee directors of the lenders on the boards of these companies in order to have superintendence on the affairs the borrowing company and to oversee the operations at a macro level; and in view of the continuous and regular conduct of concurrent audit, receivables audit & secretarial audit by the well reputed accounting/ company secretary firms appointed by the lending banks in addition to the internal audits and statutory audit by independent auditors. The outcome of these audits is tabled and discussed in depth internally by various committees of the Board, quarter after quarter and are well documented. In general, all the loans taken by the Group from banks and financial institutions are fully secured.

Further, the promoters brought in funds by way of locked-in investments at a very high premium in order to meet the lender's terms and other liquidity requirements. Any one is free to check the IT / WT returns and the disclosures made to the stock exchanges, filed by the promoter group, to ascertain the above.

## Corporate guarantees to raise funds from foreign sources:

Corporate Guarantees were given by the Companies of Sujana Group on behalf of their overseas subsidiaries to foreign banks/lenders in conformity with the RBI and FEMA regulations / guidelines. There was never any violation of FEMA, or for that matter, any statute. The overseas subsidiaries conduct business operations in their respective countries of operation. Any loans raised by them based on the corporate guarantees given by the parent company, was used for business operations in their countries and these funds were not used by the parent company.

## Group's liabilities:

The total liability of the Group (SUIL, STL and SMPL) to banks & FIs is around Rs.4268 Crores as on 31.3.2014 as shown below. The Group has generally not defaulted in its repayment or debt service obligations.

### TOTAL BANK LIABILITIES

	SUIL	SMPL	STL	Rs. Cr.,
TERM LOANS (A)	64.33	979.82	845.58	
WORKING CAPITAL LOANS				
Cash credit	380.01	632.82	598.54	
Letters of Credit	239.16	168.25	100.01	
SBLC facility/BG	159.46	0.00	100.01	
TOTAL (B)	778.63	801.07	798.56	
GRAND TOTAL (A+B)	842.96	1780.89	1644.14	

## Payment of taxes by the Group companies (sales tax):

Since inception, Sujana Group was carrying on the business in India and abroad by paying the relevant taxes as per the APGST and CST Acts and other relevant acts / laws wherever applicable.

The Sujana Group was regularly filing the monthly and annual sales taxes returns and any other applicable reports and paying the taxes due to the Commercial Taxes Department as required under the Acts.

## **Compliance with Statues, rules and regulations.**

The Sujana Group has come to its present state after struggling hard continuously and running the business efficiently with dedicated and devoted professionals / employees coupled with innovation and perfection and firm commitment to meet the needs of the customers.

The Sujana Group has been adopting high standards of corporate governance which is evident from the disclosures made periodically in quarterly returns, publications, annual reports etc.

## **Declaration of Dividends by Sujana Group listed companies:**

The Group companies have not declared any dividends since 2000-2001 and all the dividends declared till the said financial year were paid off.

## **Inter-company transactions:**

The group companies always disclose the details of the intercompany / related transactions in their annual reports and filings. Moreover, this is a requirement under the IT Act, too.

## **Profitability of Sujana Group companies:**

It is proven beyond doubt for the past 29 years, the EBIDTA of group companies is either in line with the industry norms or better than the norms and is sufficient to meet the debt servicing obligations of the group. As far as the bank loans are concerned, every business entity needs capital in the form of equity and loans from the lending entities; banks and financial institutions had played an important role in growth of these companies along with the promoters.

## **Tax liabilities of Group companies:**

On completion of the assessments by the Tax Departments, the undisputed taxes are paid promptly. Some of the tax claims are disputed by these companies on the ground that they are not payable and they have appealed against such tax demands. These appeals are pending with various appellate authorities/ High Courts. Status of the disputed tax claims is given in the annexure. Status of the disputed tax claims is reported quarterly to the Board and is also disclosed in the audited balance sheets.

## Operating model of the companies in the Group and involvement of the promoters in the business:

The Sujana Group consists of three listed companies M/s Sujana Universal Industries Limited, M/s Splendid Metal Products Limited (previously known as M/s Sujana Steels Limited and also M/s Sujana Metal Products Limited) and M/s Neueon Towers Limited (previously known as M/s Sujana Towers Limited).

Every Company in the Sujana Group is managed by an independent & competent Board of Directors consisting of majority of independent directors of eminence and maintains highest standard of Corporate Governance. The Companies in the Sujana Group complied with all the provisions of disclosure to the stock exchanges regarding corporate governance. Over the period of 32 years, different eminent persons have been on the Board of Directors of these Companies at different times, in various categories such as independent directors, nominee directors from the Banks and FIs, professional directors apart from promoter directors which may be seen from the following table:

### Nominee directors:

Name of the Company	Name of the director/ Institution	Period
Splendid Metal Products Ltd	Sri K Srinivasa Rao (IREDA nominee) Worked in different capacities in State Bank of India and State Bank of Hyderabad including as Finance Director.	28.01.2000 to 2005-06
	Sri K.P.Ramakrishnan (IDBI nominee)	30.10.2000 to 19.04.2002
	Sri Sunil Kapoor (IFCI nominee)	27.09.2001 to 27.01.2004
	Sri Y.M.Yesaw (IDBI nominee)	19.04.2002 to 29.04.2005
	Sri Y.V.Ramesh Naidu (IFCI nominee)	29.09.2004 to 29.06.2005
	Sri S.Ramachandran (IDBI nominee)	29.12.2008 to 14.05.2010
	Sri Ashok Kumar De (IDBI nominee)	14.05.2010 to 30.05.2014
	Sri Ch.Srinivasu (IDBI nominee)	30.05.2014 to 11.12.2017
	Sri Vimlesh Kumar (PNB nominee)	28.08.2014 to 14.12.2016
	Sri Ram Kumar (PNB nominee)	14.12.2016 to 18.05.2018
Neueon Towers Ltd	Sri Venkata Krishnan (IDBI nominee)	11.12.2017 to 18.09.2018
	Sri Nitil Pandya (PNB nominee)	18/05/2018 to 27.09.2019
	Sri Anil Ratanpal (IDBI nominee)	10.02.2011 to 14.08.2013
	Sri Hiranmoy Biswas (IDBI nominee)	14.08.2013 to 22.08.2015
	Sri Yashpal Gupta	14.11.2015 to 13.02.2017

	(IDBI nominee)	
	Sri Saravanan Muthu (IDBI nominee)	14.02.2017 to 18.09.2018
Sujana Universal Industries Ltd	Sri G Jagadish Prasad (IFCI nominee)	28.06.1997 to 28.01.1999
	Sri D.Rama Rao (IFCI nominee)	28.01.1999 to 29.10.1999
	Sri Sunil Kapoor (IFCI nominee)	29.10.1999 to 30.01.2003
	Sri Vidyabhushan Chadha (IREDA nominee)	28.01.2000 to 29.11.2001
	Sri G.S.Srinivasan (IDBI nominee)	28.01.2000 to 24.10.2003
	Sri R.S.Sandhu (IFCI nominee)	30.01.2003 to 29.04.2004
	Sri R.R.Chkrawarti (IDBI nominee)	24.10.2003 to 29.04.2005
	Sri V.S.V.Rao (IFCI nominee)	29.04.2004 to 09.06.2005
	Sri B.P.Mandal (IFCI nominee)	18.04.2007 to 10.12.2008
	Sri Narayandas Áuddy (IFCI nominee)	30.07.2007 to 28.04.2008
	Sri V.Udhaya Sankar (IFCI nominee)	28.04.2008 to 31.07.2009
	Sri S.Ramachandran (IDBI nominee)	10.12.2008 to 14.05.2010
	Sri D.Rama Rao (IDBI nominee)	29.12.2009 to 14.05.2010
	Sri Ashok Kumar De (IDBI nominee)	14.05.2010 to 30.05.2014
	Sri Ch.Srinivasu (IDBI nominee)	30.05.2014 to 11.12.2017
	Sri Venkata Krishnan (IDBI nominee)	11.12.2017 to 18.09.2018

### Professional Directors

Sl.No.	Name of the Director	Period of Directorship	Experience
01.	Late Sri HS Mazumdar	29-10-1988 to 28-06-1997	Former Dy Managing Director of State Bank of India
02.	Late Sri Sri PS Vaidya	16-08-1989 to 28-05-1998	Former Dy Managing Director of State Bank of India and Managing Director of State Bank of Hyderabad.
03.	Late Sri KS Purohit	28-03-1991 to 15-02-1993	Former Chief General Manager of State Bank of India. Hyderabad Circle,
04.	Late Sri VB Chadha	24-07-95 to 29-01-2005	Former Senior Banking Professional holding different senior positions in State Bank of Hyderabad.

05.	Late Dr V Malakonda Reddy	05-05-1992 to 30-05-2018	Former Professor and Head of Civil Engineering, Regional Engineering College, Warangal. And Principal and Secretary of Chaitanya Bharathi Institute of Technology, Hyderabad
06.	Dr K Srinivasa Rao	30-07-1998 still continuing	Former Finance Director of State Bank of Hyderabad.
07.	Late Sri MV Narayana Rao	16-08-1989 to 23-11-1998	Former Director General of Police, Govt of Andhra Pradesh
08.	Sri MV Bhaskara Rao	03-09-2007 still continuing	Former Director General of Police, AP Hyderabad
09.	Sri NR Ganti	19-07-1999 to 21-10-2002	Former Senior Credit Analyst in State Bank of India.
10.	Sri S Venkatachalam	28-07-2008 to 14-11-2011	Graduate Engineer and worked in various leading business houses like MN Dastur & Co., Lloyd Steel Industries etc, in senior positions.
11.	Sri N Srikrishna	28-01-2008 to 23-01-2012	Chartered Accountant and Transaction Advisory Partner- Brahmaiah & Co
12.	Sri VSR Murthy,	03-09-2007 to 29-01-2009	Former Executive Director of Dhanalakshmi Bank.
13.	Late Sri NDKA Reddy	25-07-1995 to 17-05-2003	Central Govt Official in Information Dept
14.	Sri K. Kameswara Rao	30-01-2006 to 01-09-2009	Senior Banking Professional
15.	Sri RK Birla	05-05-1992 still continuing	Former Chief Executive of Poddar Projects Limited and having experience in steel industry
16.	Sri Y Kamesh	29-07-2009 to 27-05-2015	Industrialist and management expert
17.	Sri B Ramachandra Rao	30-01-2006 to 01-09-2009	Former Chief General, SBI and Also Chief General Manager and Principal, State Bank Staff College.
18.	Smt P Shyamala Reddy	27-08-2016 to 29-06-2017	Management Sciences
19.	Smt B SandhyaSri	30-03-2015 to 30-05-2016	Former Director, Planning Departments, Department of Andhra Pradesh
20.	Smt G Umadevi	13-10-2017 still continuing	Post Graduate in Social Works and working human development activities
21.	Sri P Krishna Rao	09-08-2006 to 23-11-1998	Senior Banking Professional
22.	Sri SR Narayanan	24-07-1995 to 18-05-2000	Former Principal Collector, Customs and Central Excise.
23.	Late Sri J Ramakrishnan	24-07-1995 to 14-11-2017	Former Chief Commissioner of Customs and Central Excise, Hyderabad Zone
24.	Sri AS Anand Kumar	28-04-207	Banking, Finance and management

25.	Sri K. Raghavaiah	29-12-2008 to 28-05-2012	Former Managing director of BHPV and also worked with BHEL
26.	Sri L V Rao	27-09-2009 still continuing	Retd Executive Director in BHEL
27.	Sri S Hanumantha Rao	19-07-1999 still continuing	Senior Banking professional and ICWAI

The Board of Directors of Sujana Companies were assisted by the Corporate Professionals such as Sri B Ramachander Rao, CA, ICWAI, FCS, LLB, Sri KPC Rao, ICAWI, FCS and LLB, Sri JS Rao, FCA, FCS, Sri VV Chenulu, CA, Sri Sudhanshu B Chadha, CA, Sri SS Sastry, Late Sri N Dayasagar, CA, Sri NC Krishna, CA, Sri P. Apser Hussen, FCS, LLB and ACIS, Sri Ch Narayana Rao, CA, Smt S Kalyani, Sri B Manoharan, Sri Rengarajan, Sri NS Ayyangar, Sri Y Ravi Sekhar, and Sri MSN Murthy, in different periods.

## **Investor complaints pending with regulatory authorities:**

No investor complaint is pending with any regulatory authority such as stock exchanges, SEBI, ROC, CLB/NCLT and Ministry of Corporate Affairs against the Group. The Listed companies in the Group have been publishing unaudited financial results, submitting shareholding patterns, corporate governance reports and all other applicable returns periodically or quarterly to the stock exchanges wherein the details as to the promoters' shareholding, status of investor complaints are also routinely included.

## **Current status of the Companies:**

Over the period of 32 years since inception, the Group companies, through their operations contributed Rs.5800 Crores to the Central Exchequer by way of excise and customs duties and income tax, to the State Exchequer by way of sales tax /VAT and electrical power charges, and to the banks and FIs by way of interest and financial charges. In addition to the above, the Group has also paid fee and other charges for increase of capital, listing, custodian fee etc. The Group provided employment for around 6000 employees. The operations of all the three listed companies of the Group, operating in the steel and power & telecom infra sectors, severely suffered due to recession in these sectors since the year 2008-09 which is a national as well as global phenomenon and not specific to the Group. It is very well known that majority of the companies in steel and infra sectors including large companies like Tata Steel, Essar Steel, JSW Steel, GMR Infra, Jyoti Structures and others incurred heavy operational losses during that phase and all the large players in the sector were struggling to stay afloat. The combined exposure of the stated large companies in the sector is currently running into several lakhs of crores. Thus the stress in cash flows is not specific to this Group and it's a sector problem. In this regard the Group worked out with the Lenders to identify new investors with possible change in management which was indeed the suggested route under the Strategic Debt Restructuring (SDR) guidelines from RBI to deal with such stressed companies and applied to many in the sector and not specific to the group. As the companies have large assets and built-in capacities, some investors have evinced interest in acquiring controlling stake and invest further amounts to revive the operations. During the process, two companies i.e., Splendid Metal Products Limited and Neueon Towers Ltd were referred to CDR which was not successful because of delayed / nil disbursements from the Lenders. Subsequently, during the year 2019, all the three Companies were referred to Honorable NCLT, Hyderabad by the lenders for a resolution under IBC. Resolution plans of two companies Splendid Metal Products Limited and Sujana Universal Industries Limited were approved by Honorable NCLT Hyderabad and the resolution plans are being successfully implemented by the new managements. Neueon Towers Limited was ordered for liquidation under the relevant provisions of IBC.



## **Involvement of Mr. Chowdary in any company at present:**

It is essential to note that even though Sri Y S Chowdary is the “founder” and the gale force behind the ventures of the Group, he did not participate in the day to day management of the Group after the first few formative years (Upto 2000); Shri YSC resigned from the position of Managing Director in 2000 from Sujana Universal Industries Ltd, in 2003 from Splendid Metal Products Limited and he was ordinary director in Sujana Towers Ltd., without holding of office of profit / place of profit and acted as Non Executive Chairman since the date of resignation as stated above till August 2014. Since 2003, he was holding only non executive positions in three listed entities of Sujana Group namely, Sujana Universal Industries Limited, Splendid Metal Products Limited and Neueon Towers Limited with no powers of management of the Companies till October 2014.

Further, he was not holding any executive or non-executive positions in any corporate entity since October 2014 including the above three **listed entities**. He resigned as Director from October 2014 from all corporate entities and since then, he does not hold any directorship in any corporate entity. Subsequently, his shareholding has been cancelled in the Resolution plans approved by Honourable NCLT, Hyderabad.

## **Association of Sri Y S Chowdary with Best and Crompton Engineering Projects Limited (BCEPL):**

It may be noted that this entity (BCEPL) and/ or any of its related entities have never been part of Sujana Group and there is no common shareholding/ directorship or employees between Sujana Group and BCEPL. Best and Crompton is a 100 years old company and has grown up on its own strength. Mr. Chowdary has never dealt with any business related aspects of any entity other than Sujana Group. During his tenure as an entrepreneur and as a politician, a lot of entrepreneurs used to approach him for advice / suggestions to run their business enterprises. There is no economic interest in any entities other than Sujana Group and he relinquished his economic interest even in Sujana Group after 2014 in order to comply with the Government of India Regulations and also to be in public service. His suggestion or advice is merely as a mentor in industry and business and not in his personal capacity. There is no complaint against him from any of the regulators.

## **Pending actions against Group companies:**

There is no violation of any statutory regulations in accordance with Companies Act, 1956/2013, SEBI RBI/ FEMA or Tax Laws or any other applicable legal provisions. Sujana has not violated any legal and statutory requirements RBI/FEMA regulations. Further there is no complaint from the Banks in any of the Group Companies founded by Sri YS Chowdary.

**A.** Sujana Companies never did any fraud or misrepresentation to the Banks or to the general public or to any statutory authority whereas the Investigating Agencies are alleging as such and prompting the media to publish the wrong/ half-truth information connecting Sri Y S Chowdary with Sujana Group even after his total disassociation with Sujana Group since 2014.

**B.** A charge sheet was filed by the ED against Mr. Y S Chowdary and his officers with a false allegation of guiding, instructing and giving directions to M/s Best and Crompton Engineering Projects Limited and its directors and is misleading all other statutory authorities, Banks and FIs and the general public. This is being challenged and a quash petition has been filed in the High Court.

## **Action taken by financial institutions / banks / any statutory authorities against group or promoters:**

Mr. Chowdary provided his personal guarantees to the Banks and FIs as part of security to the financial assistance provided to the listed companies in the Group. The Banks have invoked the personal guarantee and proceeded to recover the monies lent to the Companies as per the provisions of IBC Law and they are being settled with the Banks and FIs. Excepting as stated above, no case/litigation/disciplinary action/charge sheet is pending against Mr. YS Chowdary. CBI had summoned Mr. YS Chowdary and the officers in Sujana Group, who attended promptly and cooperated for their investigation and no charge sheet has been filed by CBI.

## **Action been taken by ED against the group or promoters:**

During the year October 2018, searches were conducted by Enforcement Directorate on the premises of Sujana Group Companies without any authority. ED came for searching one of the investors of M/s Best and Crompton Engineering Projects Limited (BCEPL), Chennai, namely, M/s Bhagyanagar Investments and Trading Private Limited in a premises in Nagarjuna Hills, Hyderabad. Sujana Group companies are located in two floors of the building and the remaining floors were occupied by different entities. ED officials started searching Sujana Companies records in the building and seized several documents and rubber stamps of different entities and alleged all those entities belonged to Sujana Group. Subsequent to their searches, ED called the officers of Sujana Companies and forced them to implicate Sri Y S Chowdary alleging that BCEPL and Sujana Group are under the control of Sri Y S Chowdary and BCEPL is part of Sujana Group. ED also informed CBI and made them to conduct enquiry against Sujana Group and Offices of Sujana Group. M/s Best and Crompton Engineering Projects Limited has never been part of the Sujana Group. There is no common directors / shareholding. The Companies in Sujana Group and M/s BCEPL & other companies mentioned and as alleged by ED and CBI were never the companies under the same group and under the same management and also not associate companies as defined in the Companies Act, 1956 / 2013. The Investigating Agencies also alleged that Sujana Group Companies and BCEPL are “friendly companies”, which term is not defined in their Complaint nor in any of the enactments. ED has filed charge sheet against Mr. Y S Chowdary with a false allegation of guiding, instructing and giving directions to M/s Best and Crompton Engineering Projects Limited and its directors. This is being challenged and a quash petition has been filed in the High Court.