

ಪತ್ರಿಕಾ ತುಣುಕುಗಳು
PAPER CLIPPINGS

ಇಲಾಖೆ / ವಿಷಯ: DEPARTMENT / SUBJECT:

Cabinet (Central)

ಪತ್ರಿಕೆಯ ಹೆಸರು : NAME OF THE NEWS PAPER :

Times of India

ದಿನಾಂಕ : DATE: 11/07/2019

Cabinet approves bill to put brakes on chit-fund scams

TIMES NEWS NETWORK

11/7/19

New Delhi: The Union Cabinet on Wednesday approved Banning of Unregulated Deposit Schemes Bill to put curbs on raising money illegally, but made a concession for family members and relatives who come together to pool in funds.

During the discussion of the proposal it was pointed out that restrictions on family members were onerous, information and broadcasting minister **Prakash Javadekar** told reporters after a Cabinet meeting.

The bill will replace the Banning of Unregulated Deposit Schemes Ordinance, 2019. The proposed legislation is likely to be introduced in Parliament during the current session.



Javadekar said that the bill was necessitated as people were suffering due to chit fund scams. "The bill will help tackle the menace of illicit deposit-taking activities in the country, which at present are exploiting regulatory gaps and lack of strict administrative measures to dupe poor and gullible people of their hard earned money," an official release said.

The proposed legislation has provisions for punishment and 'disgorgement' of deposits in cases where such schemes nonetheless manage to raise deposits illegally, it added. The banning of Unregulated Deposit Scheme Bill, 2018 was considered by the Lok Sabha in February and after discussion, the same was passed. However, it could not be passed in the Rajya Sabha.