

Business Standard

Bank liable for negligence in cheating case

Jehangir B Gai June 12, 2016 Last Updated at 22:26 IST

The Metropolitan Region Development Authority (MMRDA) had invested surplus funds of Rs 350 crore in a fixed deposit with Dena Bank at 9.99 per cent interest for 366 days. The amount was remitted on March 19, 2014, through RTGS. The bank divided this amount and issued 45 deposit receipts. Later, MMRDA received a letter from the Economic Offences Wing of the city police that Rs 45 crore had been siphoned off through a fraud. On contacting the bank, MMRDA officials learnt that the deposit receipts with them were fake, and the bank official's signatures on the receipts were not genuine. ...