

12:08 PM 02 FEB MARKET STATS ▼	SENSEX 28,102 ▼ -39.87	NIFTY 50 8,695 ▼ -21.10	GOLD (MCX) (Rs/10g.) 29,088 ▲ 218.00	USD/INR 67.45 ▼ -0.02	CREATE PORTFOLIO	Download ET MARKETS APP	CHOOSE LANGUAGE ENG
--	----------------------------------	-----------------------------------	--	---------------------------------	-------------------------	--------------------------------	------------------------

RBI imposes Rs 5 crore penalty on Bank of Baroda

By [Saloni Shukla](#), ET Bureau | Updated: Jul 25, 2016, 09:50 AM IST

[Post a Comment](#)

MUMBAI: The Reserve Bank of India has imposed a [penalty](#) of Rs 5 crore on [Bank of Baroda](#) in the alleged Rs 6000 crore forex related irregularities that came to light in October last year.

"Pursuant to the internal audit of the Bank of Baroda, the Reserve Bank of India and investigative agencies in October 2015 were advised by the Bank of certain irregularities observed," the bank informed the exchanges.

The [RBI](#) carried out an inspection after Rs 6,100 crore import remittances were effected by Bank of Baroda's Ashok Vihar branch in New Delhi. Both [CBI](#) and the [Enforcement Directorate](#) are probing the huge remittances to [Hong Kong](#) from the bank.

The amount was allegedly transferred in the garb of payments for imports that never took place, investigators suspect.

Now the RBI investigation has noted deficiencies and failures in internal control mechanisms in respect of certain anti-money laundering provisions by the state-run lender.

These deficiencies relate to monitoring of transactions, timely reporting of suspicious dealings to the [Financial Intelligence](#) unit and assigning of Unique Customer Identification Code to its clients.

"The Bank has implemented a comprehensive corrective action plan, to strengthen internal controls and to ensure that such incidents do not recur," Bank of Baroda added in its statement.

Stay on top of business news with The Economic Times App. [Download it Now!](#)

RELATED VIDEO



RBI imposes Rs 5 crore penalty on Bank of Baroda

RELATED COMPANIES

[EXPAND](#)

[Bank of Ba...](#)

Budget 2017:

[Budget 2017 is out: Read how it impacts you and India](#)

[Live Market](#) [News](#) [Portfolio](#) [Mobile](#) [Live TV](#) [Newsletter](#) [Commodities](#) [Speed](#) [QnA](#) [Blogs](#) [Alerts](#) [RSS](#)

Other Times Group news sites

Times of India | इकोनॉमिक टाइम्स
 छंदीनामिक टाइम्स | Mumbai Mirror
 Times Now | Indiatimes
 नवभारत टाइम्स | महाराष्ट्र टाइम्स
 ವಿಜಯ ಕರ್ನಾಟಕ | Lifehacker
 Gizmodo | Eisamay | IGN India
 NavGujarat Samay

Living and entertainment

Timescity | iDiva | Zoom |
 Luxpresso | Gaana | Happytrips |
 Cricbuzz | Get Smartapp

Networking

itimes | MensXP.com

Hot on the Web

Budget Live | Income Tax
 calculator
 Income Tax Slabs | Budget 2017
 UP & Punjab Assembly Elections
 2017 | BUDGET 2017-What's
 Cheaper & Expensive
 Sensex, Nifty Live

Services

ads2book | Gadgetsnow | Free Business Listings
 Simplymarry | Astrospeak | Timesjobs | Magicbricks | Zigwheels | Timesdeal |
 dineout | Filmipop | Remit2India | Gaana | Greetzap | Tchradar | Alivear |
 Google Play