

Bharatiya Janata Party

Lucknow

13th January, 2012

Auditors Confirms Sugar Mills Scam BJP urged Governor for CBI Investigation

Auditors confirmed hundred of crores sugar mills Ghotala of Uttar Pradesh Government. Dr Kirit Somaiya, BJP National Secretary & Chairman Scam Expose Committee requested Shri B L Joshi Governor of Uttar Pradesh to ask Anti Corruption Bureau/CBI to investigate Sugar Mills Ghotala Scam of Uttar Pradesh.

Auditors observations now confirms

- Undervaluation
- Under hand dealing
- Non-transparent bidding
- Manipulation in tendering process

in sale of sugar mills by Uttar Pradesh Government. In its latest report/observation the Auditors have confirmed the non-transparent and manipulation caused losses of thousand crores. It is understood that in its review performance of sugar mills sale of UP State Sugar Corporation Limited (UPSSCL) the Accountant General/Auditors have raised several issues. It is understood that the report has been submitted to the Governor of Uttar Pradesh. Dr. Somaiya has urged the Governor to make these documents public.

In a representation to Governor Dr. Somaiya has requested that an agency may be CBI/Anti Corruption Bureau, be asked to investigate the scam. Dr. Somaiya also stated that BJP exposed the sugar mills scam and had submitted the details along with documentary evidences to President of India and Governor of Uttar Pradesh in July 2011.

The review performance/audit by the Accountant General/Auditors vindicates BJP's expose. The Accountant General/Auditors observed

- Under valuation of plant and machinery by Rs.82 crore.
- No positive consideration/valuation was taken into account for 3 sugar mills which were running in profit.
- The reduction in valuation is due to malicious clubbing of land of old and new mills of Saharanpur Sugar mills.
- The land value of old Saharanpur Mills values at Rs.251 crore. By clubbing and manipulative valuation the land was under valued by Rs.154 crore.
- Manipulation in land valuation of 11 sugar mills Baitalpur, Barabanki, Bareilly, etc. cause losses of Rs.500 crore.
- Manipulative non-transparent bidding by same group causes losses of more than hundreds crore.
- For example in Bijnour, Saharanpur, Bulandsahar the bids were received in different names, but the owner found same.
- These non-transparent bids resulted into lack of competition caused Rs.300 crore loss in the sale of these sugar mills.
- Only one/single bid were received for 11 mills. It is found that bids were accepted from bogus companies. e.g. sugar mills at Haldwani, Ramkola, Barabanki, Deoria.
- Only Rs.91.61crore realized from 11 mills.

BJP states that after elections –

- i) Order investigation of sugar mills scam
- ii) Non-transparent manipulative bids will be scrapped.
- iii) Formation of special investigation team (SIT)
- iv) Criminal action against Scamsters
