

Prevention of Fraud in Banks by CVC & CBI

Prof.(Dr.) Hari Ram Anthala*

ABSTRACT

The two major organization Central Vigilance Commission (CVC) and Central Bureau Investigation (CBI) are Government agencies play an important role in detection and prevention of frauds in banks and financial institution on the orders of Government of India. The CVC has been vested with the powers to investigate the financial fraud as per their jurisdiction. When the major frauds are detected during the internal or external inspection by the auditors/inspectors of Banks/ Reserve Bank of India, the management are left with no other alternative except to refer the cases for thorough investigation by the CVC and CBI. The CBI has been functioning under the Department of Personnel, Ministry of Personnel & Public Grievances, and Government of India. It is premier investigating police agency in India. The CBI is an elite force that has been playing a significant role in preserving values in public life and ensuring the maintenance of the national economy. It is a nodal police agency and conduct investigation on behalf of Interpol members

Key Words: *Fraud, forgery, investigation, detection, prevention*

INTRODUCTION

The Central Vigilance Commission was set up by a Resolution dated 11th February, 1964 of the Government of India. The (CVC) Commission was created as a result of the recommendations of the Committee on Prevention of Corruption (popularly known as 'Santhanam Committee') with a view to having an independent body to advice the Government of India in regard to matters relating to corruptions, corrupt motives, lack of integrity and dignity, against the public servants. The functions of the Central Vigilance Commission have been prescribed under Section 8 of the CVC Act, 2003.

*School of Law, Raffles University, Neemrana Distt Alwar, Rajasthan , Ex Banker, Ph.D Law, NET-Law, LLM, M.A. (Pol. Sc.), CAIIB, LLB,B,A ,Fin.Advisor, #2033/1 Vishwakarma Nagar, Baldev Nagar Ambala City 134007 (Cell Phone 94169 76551) Email: huranthala@gmail.com