

Spandana Sphoorty Financial Ltd.
FRM Department



Branch Code	Branch Name	Area	Region	State	Zone
KAGL2470	Chittapur	Yadgir	Gulbarga	Karnataka	South
Branch Manager Name/ID	Branch Quality Manager Name/ID	AH Name/ID	RH Name/ID	SH Name/ID	CBO Name/ID
Vittal/SF0093649	NA	Ganganna Shorapur/SF0035 959	Pampapathi V /SF0056020	Basavraj Heggappa Lamani /SF0020755	NA
Date of Information Received (DD/MMM/YY)		06 may 2026		Date of event/transactions occurred (From - To) (DD/MMM/YY)	21 Nov 2024 to 7 Jun 2026

Type of Incident (Fraud/Robbery/Theft)	Fraud
Internal or External	Internal
No. of staff/persons involved: Fraud/Robbery/Theft	1
Total Amount Involved (Rs.)	Rs-918405

Describe how the incident has been exposed/identified:

During Branch audit of Chittapur / KAGL2470, on 05-05-2026, Auditor Kiran Kashetti was that BM Mallikarjun /SF0055298 has recollected the loan disbursed amount from 4 borrower Rs-233091

Based on the identified instances, a complaint was registered against the concerned Loan officers and planned for caseload verification concerned Loan officer

Brief Details of the incident:

Based on the registered complaint, the FRM team conducted a field investigation from 19 may 2026 to 29 may 2026 and 16 Jun to 2026 to 19th jun 2026 during the investigation, Branch Manager were found involved collected the Disbursed Loan Amount Recollected from the borrower, Advance Collection Amount Misappropriated, and Collection Amount Misappropriated Total Rs-918405 total 28 Borrowers in this Recoeverd amount is Rs-450640 and pending for recovery is Rs-467765

Staff wise details as here under:

BM Mallikarjun /SF0055298 Out of the Total Fraud Amount of Total Rs-918405 total in this Recoeverd amount is Rs-450640 and pending for recovery is Rs-467765

Details of FRM physical cash verification as below.

Fraudulent Staff working status as hereunder,

1. BM Mallikarjun /SF0055298 Suspended-Not Working Not Availble

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Details of Process & Policy Lapses:

1. The collection and FIMO input process was not **followed**
2. Collection amount collected digitally to staff's personal bank **account**.
3. **Area Head** monitoring failure for delinquent **accounts**

Details of the Enclosed Annexures, Documents & Statements from staff/customers if any:

1. **Fraud Investigation Report (Excel).**
 - a. **Affected borrower details.**
 - b. **Borrower-wise visit details.**
2. **Borrower Loan Cards.**
- 3 **Borrower written statement.**
4. **Borrower repayment**
5. **Borrower bank statement**

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Sl. NO.	Check list	Particulars
1	Who exposed the event: Name/ID/Designation/Department/Centre to be mentioned	Auditor Kiran Kashetti
2	Date of event exposed	06 May 2026
3	Name/ID/Designation of the Fraudulent Staff	Mallikarjun /SF0055298 /Branch Manager
4	Whether it is in the notice of BM/BQM/CM/AVP/VP/SVP & HR (Yes/No)	NO
5	If yes, mention the Action initiated by BM/BQM/CM/AVP/VP/SVP	NO
6	No. of thefts/robberies happened in this branch for the past 12 months (excluding this)	0
7	No. of staff frauds happened in this branch for the past 12 months (excluding this)	2
8	Is there any disciplinary action taken by HR in his/her past tenure.	NO
9	Whether internal audit was conducted at the branch during occurrence of the fraud (Yes/No/NA)	NO
10	If yes, whether internal audit has detected the fraud (Yes/No/NA)	Yes
11	If No, why the fraud was not detected/informed during such audit.	NA
12	Is there any investigation conducted & reported after detection by other departments (Yes/No/NA)	Yes
13	If yes, mention the departments who conducted and reported.	FRM

Details of involved staff					
Sr. No.	Staff Name	Employee ID	Designation	DOJ in SSFL (DD/MMM/YY)	DOJ in Branch (DD/MMM/YY)
1	Mallikarjun Mallikarjun	SF0055298	Branch Manager	09-02-2021	18-4-2024

Note: The information and observations given in the report are based on records and documents produced before us for verification. We have relied on certain explanations and representations provided by the SSFL staff & customers wherever applicable.

Report prepared by : FRM Department
Date :26 jun 2026