

Spandana Sphoorty Financial Ltd.
Internal Audit Department

Fraud Investigation Report

Branch Details: -						
Branch Code	Branch Name	Cluster	Area	Region	State	Zone
KAGL0302	Chikballapur 2 (Vijayapura 1)	Bagepalli	Tumakuru	Chitradurga	Karnataka	South
Branch Manager Name/ID	Branch Quality Manager Name/ID	Cluster Manager Name/ID	AVP Name/ID	VP Name/ID	SVP Name/ID	CBO Name/ID
Sarva Amaresh /SF0062389	-	Nithesh B M/SF0088883	Thimmesh/SF0094552	Somashekhar Hanamantaraya/SF0011284	Mahesh Halemane/SF0067849	Narayana Reddy Pullalacheruvu/SF0084396
Date of Information Received (DD/MM/YY)		22-12-2025	Date of event/transactions occurred (From-To) (DD/MM/YY)		02-09-2024	14-08-2025

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.1,46,357/-

Describe how the incident has been exposed/identified:
During tele calling, Branch Manager Sarva Amaresh /SF0062389 identified Pre-Closure Amount Misappropriated on 22-12-2025 of Rs.14,525/-, by Credit Assistant Manjunatha NN/ SF0079151 and complaint was registered on 22-12-2025,

Based on the identified instances, a complaint was registered against the concerned Credit Assistant and planned for caseload verification concerned Credit Assistant

Brief Details of the incident:
Based on the registered complaint, the Internal audit team conducted a field investigation from 23-12-2025 to 25-12-2025 and during the investigation, Credit Assistant were found involved in EMI collection and pre closure amount misappropriation for a total of 9 borrowers in all cases, the branch staffs EMI collected amount and Pre closed amount through digital payment and by cash but not posted into FIMO and even not deposited at branch and same was misappropriated by them. Based on the evidence, Credit Assistant had embezzled an 3 Borrowers Preclosed and 6 borrower EMI collection

Staff wise details as here under:

1. Credit Assistant Manjunatha NN/ SF0079151/embezzled Rs.1,46,357/- Recovery Rs.,8,751/- Balance Rs.1,37,606 /-

Out of the total fraud amount of Rs.1,46,357/-, as of the field investigation data, the total recovered amount Rs.8,751/- and pending Rs.1,37,606/-,
Details of IA physical cash verification as below:

- Fraudulent Staff working status as hereunder,
 - I. Credit Assistant Manjunatha K S/SF0086712- Absconding-14-08-2025

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. AVP's 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. Center Meeting Register
4. Borrower written statement.

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Sl. NO.	Check list	Particulars
1	Who exposed the event: Name/ID/Designation/Department/Center to be Mentioned	Sarva Amaresh/ SF0062389/Branch Manager
2	Date of event exposed	22/12/2025
3	Name/ID/Designation of the Fraudulent Staff	1.Manjunatha NN/SF0079151/Credit Assistant
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)	0
8	Is there any disciplinary action taken by HR in his/her past tenure?	No
9	Whether an internal audit was conducted at the branch during the occurrence of the fraud (Yes/No/NA)	No
10	If yes, whether internal audit has detected the fraud (Yes/No/NA)	NA
11	If No, why the fraud was not detected/informed during such an audit?	NA
12	Is there any investigation conducted & reported after detection by other departments (Yes/No/NA)	Yes
13	If yes, mention the departments that conducted and reported.	Internal Audit

Details of involved staff

Sr. No.	Staff Name	Employee ID	Designation	DOJ in SSFL (DD/MMM/YY)	DOJ in Branch (DD/MMM/YY)
1	Manjunatha NN	SF0079151	Credit Assistant	11-11-2023	11-11-2023

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: Internal Audit Team

Date: 05th Jan 2026.

