



Research Paper - Economics

Frauds In India - Harmful Matter

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Keywords :

Corruption : The major hindrance to the Development of India as a Democratic Country. It is the fallout of the globalization (open economy) lack of ethical restraints on profit making universal phenomenon.

INTRODUCTION :

India has by most estimates, 300 million people who live below the poverty line. As they stare and the ex-chequer loss Rs. 1.76 lakh Crores and more it is perhaps about time that the rest of nation work up and demands action. India have been biggest corruption cases. We decided to dig deep to see which scams were the biggest and most damaging to the country. In our daily life most of us must have been a witness to thinking in same or the other part of the country. It could be in the form of a taxi driver manipulating the meter to jack-up or a government officer taking bribery to promptly transfer your file to the next department. An ever Indian people is hard working but it is the people in charge of the system. It is slowing down progress, However it is during a multi

thousand crore scam.

The fact is that corruption does affect everyone, no matter how rich or poor And is what is a nuisance at the lower level can be a major threat as you climb higher up the power chain. Indian business has usually played along with the demands of Indian politicians and bureaucrats.

Types of Frauds :

Following are the types of frauds :

- 1) Bank frauds
- 2) Corporate frauds
- 3) Insurance frauds
- 4) Cyber frauds
- 5) Securities frauds
- 6) Home-trade frauds

1) Bank Frauds :

The number of bank frauds in India is substantial. It is increasing with the passage of time. All the major operational areas in banking. There are different areas in Bank Deposits, loan, inter branch, accounting, transaction etc. Bank fraud is a big business in today's world.

2) Corporate Frauds :

In India is rising 45% from leading Indian business declared that fraud e.g. Satyam Computers stunned the national financial world in 2009 Satyam Founder B. Ramalingan Raju declared he had inflated profit and jacked up the companies Balance Sheet by more than one billion dollars.

3) Insurance Frauds :

There is different type of frauds in insurance sectors. E.g. health insurance, claims fraud, false claims, insurance speculations, application frauds etc.

4) Cyber Frauds :

Who says Indian cyber crimes are still in the infancy ? This is a man who penetrated the E-Commerce for his personal benefits to a great use credit card, ATM card, cyber taking work at home etc.

5) Securities Frauds :

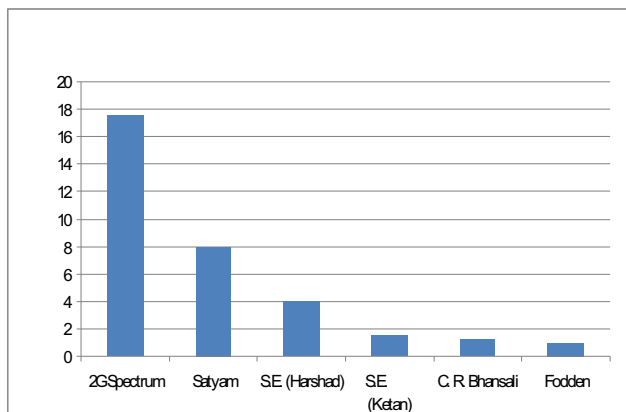
Although not corruption scams these have affected may people there is no way that the investor community forget the under tunate Rs. 4000 crore Harshad Metha scam and over Rs. 1000 Crore Ketan Parekh scams which ended the shareholder wealth in form of big market.

THE SCAMS IN INDIA :

- 1) 2G Spectrum scams
- 2) Commonwealth Games scams
- 3) Telgi Scams
- 4) Satyam scams
- 5) Bofors scams
- 6) The fodder scams
- 7) The Howala scandal
- 8) IPL scams
- 9) Harshad metha
- 10) Ketan Parekh Stock Market Scam.

STATISTICS OF SCAM :

| | |
|--------------------------------|------------------|
| 2G Spectrum Scam | Rs. 175000 Crore |
| Satyam Scam | Rs. 8000 Crore |
| Stock Exchange (Harshad Mehta) | Rs. 4000 Crore |
| Stock Exchange (Ketan Parekh) | Rs. 1500 Crore |
| C. R. Bhansali | Rs. 1200 Crore |
| Fodden Scam | Rs. 950 Crore |



Indian ranks 88th amongst the 158 countries (Survey in 2005)

Three Stars of Indian Scams :

- * Harshad Mehta
- * Ketan Parekh
- * Sanjay Seth

IMPORTANT TOPICS OF INDIA :

India decided to development among the country but problem of scam they did not development their resources for Indian people. India has most estimates 300 million people who live below the poverty line for development of common man. Indian how to face this problem. It is perhaps about five that the rest of the nation wakes up and demands action. B. N. Srikrishna (justice) talks about the government deficit. "In government business and urgent situation" and the malaise of corruption which is corroding the fabric of our nation.

PREVENTION AND CONTROL :

In the present day Global scenario, Banking System has acquired new dimensions. Bank did spread in Indian today the bank system had entered into competitive market in areas covering resource. Mobilization human resource, development customers etc. change in education system. Central the Governmental Department, Central of law and order of scam person to change in mind for Indian people.

Fraud Examination : is divided into three basic aspects :

- 1) Fraud Defection
- 2) Fraud Investigation
- 3) Fraud Prevention

Mr. Sharad Kumar is the first person from India who completed the fraud examination successfully.

CONCLUSIONS :

India has a developing country. India as a democratic country in world. They have taken a part in a open economy. Development of capital market, Bank, industrial production, increase per capital income, But lack of ethical restraint or profit making universal phenomenon.

Corruption the major hindrance to the development of India as a democratic country.

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