

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:1041

ANSWERED ON:05.08.2011

HAWALA RACKET

Majhi Shri Pradeep Kumar;Patel Shri Kishanbhai Vestabhai

Will the Minister of FINANCE be pleased to state:

- (a) whether despite the initiatives of the Government to check black money, hawala operations has been flourishing in the country;
- (b) if so, whether the Enforcement Directorate has busted any hawala racket in the country in the recent past;
- (c) if so, the details thereof;
- (d) whether the Government has conducted any study to strengthen their mechanism to check and stop the activities of hawala operators in the country; and
- (e) if so, the details in this regard?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE(SHRI S.S.PALANIMANICKAM)

- (a) to (c) : The Directorate of Enforcement takes appropriate action for suspected contraventions of the provisions of Foreign Exchange Management Act including those relating to hawala transactions based on specific information.
- (d)& (e): No such study has been conducted.