# GOVERNMENT OF INDIA OVERSEAS INDIAN AFFAIRS LOK SABHA

UNSTARRED QUESTION NO:1611
ANSWERED ON:15.07.2009
EXPLOITATION OF STUDENTS BY AGENTS AND MIDDLEMEN
Reddy Shri Magunta Srinivasulu

### Will the Minister of OVERSEAS INDIAN AFFAIRS be pleased to state:

- (a) whether the Government has received any complaints against the agents and middlemen exploiting the students seeking admission for studies abroad;
- (b) if so, the details thereof; and
- (c) the measures taken or proposed to be taken by the Government to check exploitation of the students?

## **Answer**

## MINISTER OF THE STATE IN THE MINISTRY OF OVERSEAS INDIAN AFFAIRS (SHRI VAYALAR RAVI)

- (a) & (b) Yes Sir. Available information is given in Annexure-I.
- (c) The Ministry is in the process of finalizing a legislative proposal to replace the existing Emigration Act 1983 with a new emigration law which envisages regulation of enrolment agencies with a view to lay down standards for the services provided by them and monitor their compliance to the standards. Students intending to go abroad for studies would be registered before their departure.

Annexure-I referred to in reply to parts (a) & (b) of Lok Sabha Unstarred Question No. 1611 for answer on 15th July,2009

#### Australia

A complaint was recently received by the High Commission of India, Canberra from some Indian students against an education agent, Edulinks Educational Consultancy Agent in Kochi (Kerala). The students had alleged that the agent made false promises to them about their stay in Australia which included work permit for four years if the students are registered in a one-year course; two-month break between semesters to enable them to earn to help pay their fees; assistance with part-time jobs; and eligibility for permanent residence if they worked for 900 hours. The matter is being taken up with the Government of Kerala.

## Switzerland

In April, 2008, a complaint was received from an Indian student by the Embassy of India, Berne regarding cheating of CHF 20,200/paid by him to Eagle College Suisse AG, Graduate and Business School, Switzerland. Another complaint was received from five Indian students on August 20, 2008 against the Swiss Management Academy (SMA), Hotel Rheinfall, Zentralstrasse 60, CH-8212, Neuhausen for fraud, misrepresentation and cheating. Two Indian agents were involved in the enrollment process were: (i) M/s M.P. Trading House, 1211, Maker Chambers V, Nariman Point, Mumbai -400021; and (ii) Ms. Jyoti Cassad, 53, LGF World Trade centre, Babar Road, Connaught Place, New Delhi-110001. The Embassy took up the matter with concerned Swiss authority(ies). The second complaint was also forwarded to Commissioners of Police, Mumbai and Delhi respectively for suitable action to check exploitation of Indian students.

## United Kingdom

A complaint from Mr. Saravanan Chandramohan, an Indian citizen who came to the UK to study MBA in Wales in September 2008 was received by the High Commission of India, London. His sponsor, did not allow him to pursue his studies and forced him to work illegally in his shop. With the intervention of HCI, London, the issue was resolved with the complainant returning to India as per his wish.

## United States of America

Several petitions were received by the Ministry from the students and their parents of the American School of Aviation (ASA) at Atwater, USA which was shut down abruptly leaving around 100 Indian students stranded in 2008. The owner of the School, Mr. Prince Singh alias Manpreet Singh, filed bankruptcy without making refunds to the students who had paid fees of approx. US\$ 40,000/- for pilot courses. In this connection, it has been informed by the Sr. Manager, Allahabad Bank, Ludhiana that before the ASA declared their operations shut in USA, a company named ASA India Pvt. Ltd. was got incorporated at New Delhi and the Directors of the company are parents of the owner of ASA and huge amount of money has been transferred to this company's account. The matter was reported to the Enforcement Directorate for further investigations. The Consul General of India, San Francisco had taken up the

case with the concerned authorities in the USA to help the students who were stranded there.	