ALL INDIA INSURANCE EMPLOYEES' ASSOCIATION
LIC BUILDINGS SECRETARIAT ROAD HYDERABAD 500 004
(E-mail: aiieahyd@gmail.com)

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To,
All the Zonal/Divisional/State/Regional Units

Dear Comrades,

The AIIEA has addressed a letter to the CEO & Managing Director LIC, today on the issue of the SEBI's indictment of the Rajesh Exports Limited and its negative impact on the LIC as a major investor in that company. The Letter is self-explanatory. Please circulate it among our members.

With Greetings,

Comradely Yours

Shreekant Mishra

General Secretary

To,
The CEO & Managing Director
LIC of India
Central Office
MUMBAI

Date: 05.06.2026

Dear Sir,

Re: SEBI's Interim Order against Rajesh Exports Limited

The capital market regulator SEBI has made some damning allegations against Rajesh Exports Limited and its promoters. They have been accused of serious financial irregularities, including large-scale financial misstatements, diversion of funds through promoter-linked entities, and grave lapses in corporate governance. The order reportedly alleges that the company misrepresented consolidated revenues amounting to approximately ₹15.15 lakh crore during the period FY2020-21 to FY2024-25, constituting nearly 99.8% of the company's reported consolidated revenue during the said period.

These allegations, emanating from India's capital market regulator itself, have understandably caused deep concern among policyholders, investors, and members of the public. More importantly, it has raised legitimate questions regarding LIC's investment oversight mechanisms, considering that LIC reportedly holds approximately 10.80% equity stake in Rajesh Exports Limited. LIC is the trustee of the policyholders' funds and therefore, there is reasonable expectation that it will undertake rigorous investigations before any investment with a long-term view of the growth and profitability of the company and to protect the interests of the policyholders. We are confident that LIC would have made investment in this company after taking all these issues into consideration.

Some genuine concerns have been raised as to why LIC is nearly the sole domestic institutional investor in this company. There are reports that in the recent period many foreign institutional investors have withdrawn from this equity holding. There may be some genuine reasons to remain invested in this company. Given LIC's unique position as the custodian of the savings and financial security of millions of Indians, we feel that LIC should come clean on the issue by issuing a detailed statement on the matter so as to maintain public confidence in LIC and reassure millions of policy holders whose trust forms the foundation of this institution.

Thanking you,

Yours faithfully

Sd/-

General Secretary