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## **Study: Control of promoters contributing to corporate frauds**

**New Delhi :** Control and concentration of promoters in the management of Indian companies is a contributing factor for corporate frauds in the country, says a study.

“One of the key contributing factors for corporate fraud in India is the control and concentration of promoters, whether families or MNC’s at the helm of affairs,” the study, which was conducted by Thought Arbitrage Research Institute in partnership with UN Global Compact India and supported by the Indian Institute of Corporate Affairs, said.

Most fraudulent transactions were designed to either siphon off the companies’ funds by promoters or top management or to defraud government, investors or lenders, it said.