

The Gensol-BluSmart Crisis: A Deep Dive into Financial Mismanagement

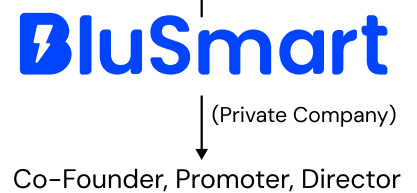


Entities owned/related by Jaggi Brother's



Puneet Singh Jaggi

Anmol Singh Jaggi

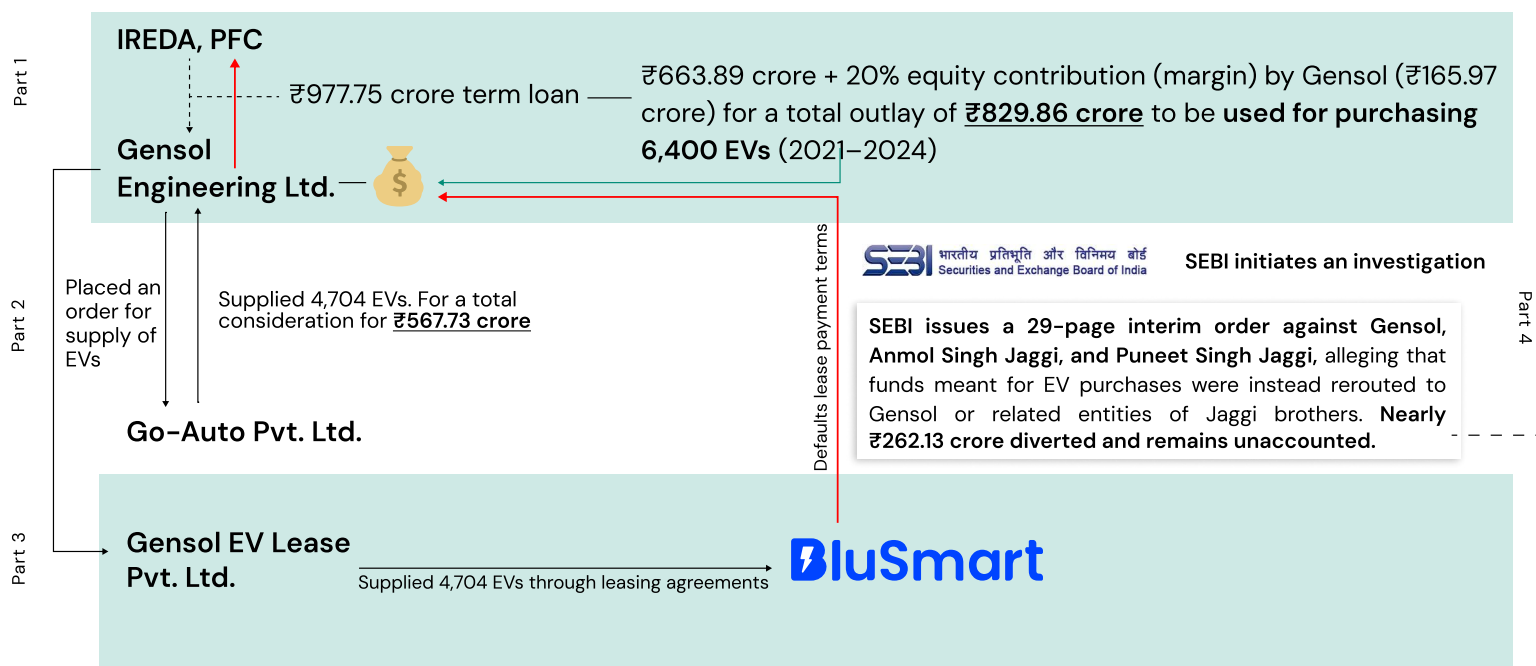


Related or Connected Entities	Relationship
Capbridge Ventures LLP (Capbridge)	Anmol Singh Jaggi and Puneet Singh Jaggi are designated partners of Capbridge. ●
Matrix Gas and Renewable Ltd. (Matrix)	Anmol Singh Jaggi is a promoter Director. Paneet Singh Jaggi is an Ex-Director. ●
Param Care Private Limited (Param)	Anmol Singh Jaggi and Puneet Singh Jaggi are Directors. ●
Wellray Solar Industries Private Limited (Wellray)	Company was owned by Gensol Ventures Pvt. Ltd. and Puneet Singh Jaggi till March 2020. Lalit Solanki, a former employee of Gensol, is now the majority shareholder. ●
Prescinto Technologies Private Limited (Prescinto)	Disclosed as related party of Gensol under the category "Under significant influence by KMP or their relative." ●
Gensol Consultant Private Limited (Gensol Consultant)	Anmol Singh Jaggi and Puneet Singh Jaggi are promoter Directors. ●
Gensol Ventures Private Limited	Part of the promoter group of Gensol ●
GoSolar Ventures Private Limited (GoSolar)	Anmol Singh Jaggi and Puneet Singh Jaggi are / were promoter Directors. ●
Gensol Power Lease Private Limited	Subsidiary (Gensol held 88.21% of the company) ●

● Disclosed as related party in applicable regulatory filings for green

● Not disclosed as related party in applicable regulatory filings

Now What Happened?



Where did the remaining money go?

₹ In Crores

Name of the Party	Total amount paid during FY 2022–23 to FY 2023–24
Anmol Singh Jaggi	25.76
Puneet Singh Jaggi	13.55
Gensol Ventures Pvt. Ltd.	16.00
Capbridge Venture LLP	11.00
Matrix Gas and Renewable Ltd.	63.90

Total amount
₹262 crore

₹ In Crores

Name of the Party	Total amount paid during FY 2022–23 to FY 2023–24
Gensol Consultants Pvt. Ltd.	21.60
Blu-Smart Fleet Pvt. Ltd.	10.00
Prescinto Technologies Pvt. Ltd.	9.26
Param Renewable Energy Pvt. Ltd.	7.00
Gosolar Ventures Pvt. Ltd.	68.00

Utilization of funds by Anmol Singh Jaggi

Name of the Party	Amount (Rs.)	Remarks
Gensol Ventures Pvt. Ltd.	10,63,91,890	Promoter of Gensol
Jaswinder Kaur	6,20,22,500	Mother of Anmol Singh Jaggi
Mugdha Kaur Jaggi	2,98,50,000	Spouse of Anmol Singh Jaggi
Foreign Currency Purchased – AED	1,86,35,600	Appears to be for personal use
Batx Energies Private Limited	1,35,19,600	Anmol Singh Jaggi is a shareholder in Batx Energies Private Limited (holding 681 shares as of 31-03-2024)
Third Unicorn Private Limited	50,00,000	Anmol Singh Jaggi is a shareholder in Third Unicorn Private Limited (holding 2000 shares as of 31-03-2024)
Taylor Made	26,00,000	Appears to be related to purchase of golf set
Capbridge Ventures LLP	25,00,000	Designated Partners are Anmol Singh Jaggi and Puneet Singh Jaggi
ICICI Securities	23,00,000	Appears to be for personal use
Jabir Mahendi M	20,00,000	Jabir Mahendi M worked as CFO of GEL 2019 to 2024
Titan Company	17,28,350	Appears to be for personal use
DLF Homes	11,75,000	Appears to be for personal use
Kamco Chew Food Pvt Ltd Spa	10,36,860	Appears to be for personal use
ICICI Bank Credit Card	9,95,266	Appears to be for personal use
Mayo Design	8,00,000	Appears to be for personal use
Shalmail Kaur Jaggi	6,00,000	Former Director of GEL and Gensol Consultants Private Limited and current Director of Param Seva Foundation (disclosed related party by GEL)
MakeMyTrip	3,00,000	Appears to be for personal use
Ali Imran Naqvi	1,50,000	Executive Director at GEL
Total	25,16,05,066	

Utilization of funds by Puneet Singh Jaggi

Name of the Party	Amount (Rs.)	Remarks
Gensol Ventures Pvt. Ltd.	10,03,31,624	Promoter of Gensol
Shalmail Kaur Jaggi	1,13,00,000	Spouse of Puneet Singh Jaggi
Jaswinder Kaur	87,52,500	Mother of Puneet Singh Jaggi
Foreign Currency Purchased – AED	66,35,599	Appears to be for personal use
American Express Card	36,00,000	Appears to be for personal use
Amex Card	13,00,000	Appears to be for personal use
BIL/INFT/000671661789/PSJCC/Self	11,40,000	Appears to be for personal use
Psjcc1008/Self	4,00,000	Appears to be for personal use
Lease Deed Regi	3,00,000	Appears to be for personal use
Mugdha Kaur Jaggi	3,00,000	Spouse of Anmol Singh Jaggi
Ali Imran Naqvi	2,61,843	Executive Director at Gensol
Total	13,43,21,567	

Timeline of Gensol-BluSmart Crisis



2012

Gensol Engineering Private Limited (Gensol)¹ is founded by Anmol Singh Jaggi and Puneet Singh Jaggi (Jaggi brothers), focusing on solar energy and later ventured into engineering, procurement, and construction (EPC).



2018

Jaggi brothers launched a ride-hailing business Gensol Mobility Private Limited² to disrupt the ride-hailing space with EVs.

2019

BluSmart is founded by Jaggi brothers, and Punit Goyal, an all-electric ride-hailing service. Gensol becomes its primary lessor.

 BluSmart

¹Later converted into a Public Limited Company on February 8, 2019, with the name officially changed to Gensol Engineering Limited on February 26, 2019.

²Later its name was changed a year later to Blu-Smart Mobility Private Limited in 2019.

Timeline of Gensol-BluSmart Crisis

2023

Gensol acquires 4704 EVs for 567.73 crores and leases it to BluSmart through Gensol EV Lease Private Limited. Additionally, Gensol entered into RPT transactions for Rs. 148 crores as disclosed in its annual report.

Gensol EV Lease Private Limited is incorporated for EV leasing wherein said entity procured EVs on lease from Gensol and leased it further to BluSmart.

2021

Gensol secures ₹977.75 crore in term loans from IREDA and PFC, with ₹663.89 crore for procuring 6,400 EVs for BluSmart, and with Gensol providing an additional 20% equity contribution (₹165.97 crore) for a total outlay of ₹829.86 crore.



पावर फाइनेंस कॉर्पोरेशन लिमिटेड.
(भारत सरकार का उपक्रम)
एक आईएसओ 45001:2018 प्रमाणित कंपनी



2024



भारतीय प्रतिभूति और विनियम बोर्ड
Securities and Exchange Board of India

A whistleblower complaint is filed with SEBI, alleging manipulation of Gensol's share price and diversion of ₹262.13 crore from EV loans. SEBI initiates an investigation.

Gensol Independent Director Arun Menon raises internal concerns about Gensol's balance sheet to fund BluSmart's capital expenditure and unsustainable debt costs (₹1,512 crore).

BluSmart fails to repay loan or raise further capital due to high cash burn (₹20 crore/month), leading to increasing receivables for Gensol (including receivable from BluSmart). Gensol defaults on repayment of INR 470 crore loans to IREDA with INR 56 crore being overdue.

Timeline of Gensol-BluSmart Crisis

2025

Gensol announces to sell 2,997 electric cars to Refex Green Mobility, Gensol EV Lease Pvt Ltd (currently leased to BluSmart)³ to Refex Green Mobility Limited. Refex also to take over the associated outstanding loan facility of nearly Rs 315 crore from Gensol.

refex

Gensol informed stock exchanges that it had received pre-orders for 30,000 units of its newly launched EVs showcased at the Bharat Mobility Global Expo 2025.

Bharat
Mobility
GLOBAL EXPO 2025



ICRA and CARE Ratings downgrade Gensol's facilities (₹2,050 crore) to 'D' (Default/Junk) due to debt servicing delays, liquidity stress, and forged "Conduct Letters" claiming timely repayments.

CareEdge
RATINGS

Gensol admits in a SEBI filing to procuring only 4,704 EVs for ₹567.73 crore, falling short of the 6,400 target.

Gensol's board approves raising ₹600 crore (₹400 crore via Foreign Currency Convertible Bonds, ₹200 crore via promoter warrants) to address liquidity. The board explores exiting BluSmart's leasing arrangement. The company said its debt stands at 1,146 crore against reserves of 589 crore, resulting in a high debt-equity ratio of 1.95.

Refex Industries cancels the 2,997 EV deal with Gensol, citing "evolving commitments at both ends, which would make it challenging to conclude the transaction within the originally envisaged timeline."

Gensol is grappling with significant financial and regulatory challenges following SEBI's interim order on April 15, 2025, which exposed alleged financial mismanagement and fund diversion. Gensol shares hit a 52-week low of ₹110, down ~95% from ₹1,124, with market cap falling from ₹4,300 crore to ₹426 crore.

SEBI issues a 29-page interim order against Gensol, Anmol Singh Jaggi, and Puneet Singh Jaggi, alleging that funds meant for EV purchases were instead rerouted to Gensol or related entities of Jaggi brothers. Gensol attempted to mislead SEBI, credit rating agencies (CRAs), lenders and investors by submitting forged conduct letters purportedly issued by its lenders. Nearly ₹262.13 crore diversion (e.g., ₹42.94 crore apartment at DLF, ₹26 lakh golf set), family transfers, investments (₹50 lakh Third Unicorn, ₹1.35 crore BatX, both March 2024), governance failure, forged letters, etc. SEBI also banned Jaggi brothers from the securities market, halts stock split and mandates forensic audit of the company.

SEBI noted that "The promoters were running a listed public company as if it were a proprietary firm. The company's funds were routed to related parties and used for unconnected expenses, as if the company's funds were promoters' piggybank".

³ During FY 2024-25 they changed accounting of leased vehicles to finance lease as against operating lease which resulted in overall increase in profits by ~ 19 crores.


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