

Annexure 1

Fact Sheet on Special Economic Zones

(Refer paragraph 1.11)

(As on 2.9.2016)

Number of Formal approvals	408		
Number of notified SEZs	328 + (7 Central Govt. + 11 State/Pvt. SEZs)		
Operational SEZs	204		
Units approval in SEZs	4,166		
Investment	Investment (As on February 2006)	Incremental Investment	Total Investment (As on 31st March 2016)
Central Government SEZs	₹2,279.20 Cr.	₹12,898.80 Cr.	₹15,178 Cr.
State/Pvt. SEZs set up before 2006	₹1,756.31 Cr.	₹8,412.69 Cr.	₹10,169 Cr.
SEZs notified under the Act	-	₹3,51,147 Cr.	₹3,51,147 Cr.
Total	₹4,035.51 Cr.	₹3,72,458.49 Cr.	₹3,76,494 Cr.
Employment	Employment (As on February 2006)	Incremental Employment	Total Employment (As on 31st March 2016)
Central Government SEZs	1,22,236 persons	1,16,146 persons	2,38,382 persons
State/Pvt. SEZs set up before 2006	12,468 persons	71,536 persons	84,004 persons
SEZs notified under the Act	0 per sons	12,68,995 persons	12,68,995 persons
Total	1,34,704 persons	14,56,677 persons	15,91,381 persons
Exports in 2013-14	₹4,94,077 Crore		
Exports in 2014-15	₹4,63,770 Crore		
Exports in 2015-16 (As on 31st March 2016)	₹4,67,337 Crore		

Source: SEZindia.nic.in

Annexure 2**Duty evasion cases detected by DRI (Scheme-wise)****(Refer Paragraph 1.17)****Cr. ₹**

S.No	Scheme	FY 12		FY 13		FY 14		FY 15		FY 16	
		No. of cases	Duty								
1	Misuse of End-Use & Other Notification conditions.	54	304.84	39	67.79	38	1211.67	18	110.18	69	770.48
2	Misuse of EPCG	6	25.72	13	179.55	22	583.08	49	289.11	64	454.92
3	Undervaluation	184	466.17	210	282.43	140	432.71	85	285.64	92	254.37
4	Mis-declaration	111	844.44	298	2392.26	102	224.22	52	172.42	112	1187.61
5	Drawback	13	25.93	71	1590.14	17	80.5			94	1150.46
6	Misuse of EOU/EPZ/SEZ	6	9.66	7	39.07	3	6.9	6	37.5	18	9.54
7	Misuse of DEPB	26	23.93	16	22.77	5	3.09				
8	Misuse of DEEC/ Advance licence	1	0.1	6	139.73	1	0	11	1077.15	12	15.21
9	Others	97	27.43	49	28.92	366	570.55	186	953.54	170	2780.73
	Total	498	1728.22	709	4742.66	694	3112.72	407	2925.54	631	6623.32

Source: Department of Revenue, CBEC New Delhi

Annexure 3**Commissionerate wise sample selection****(Refer para No.2.5)**

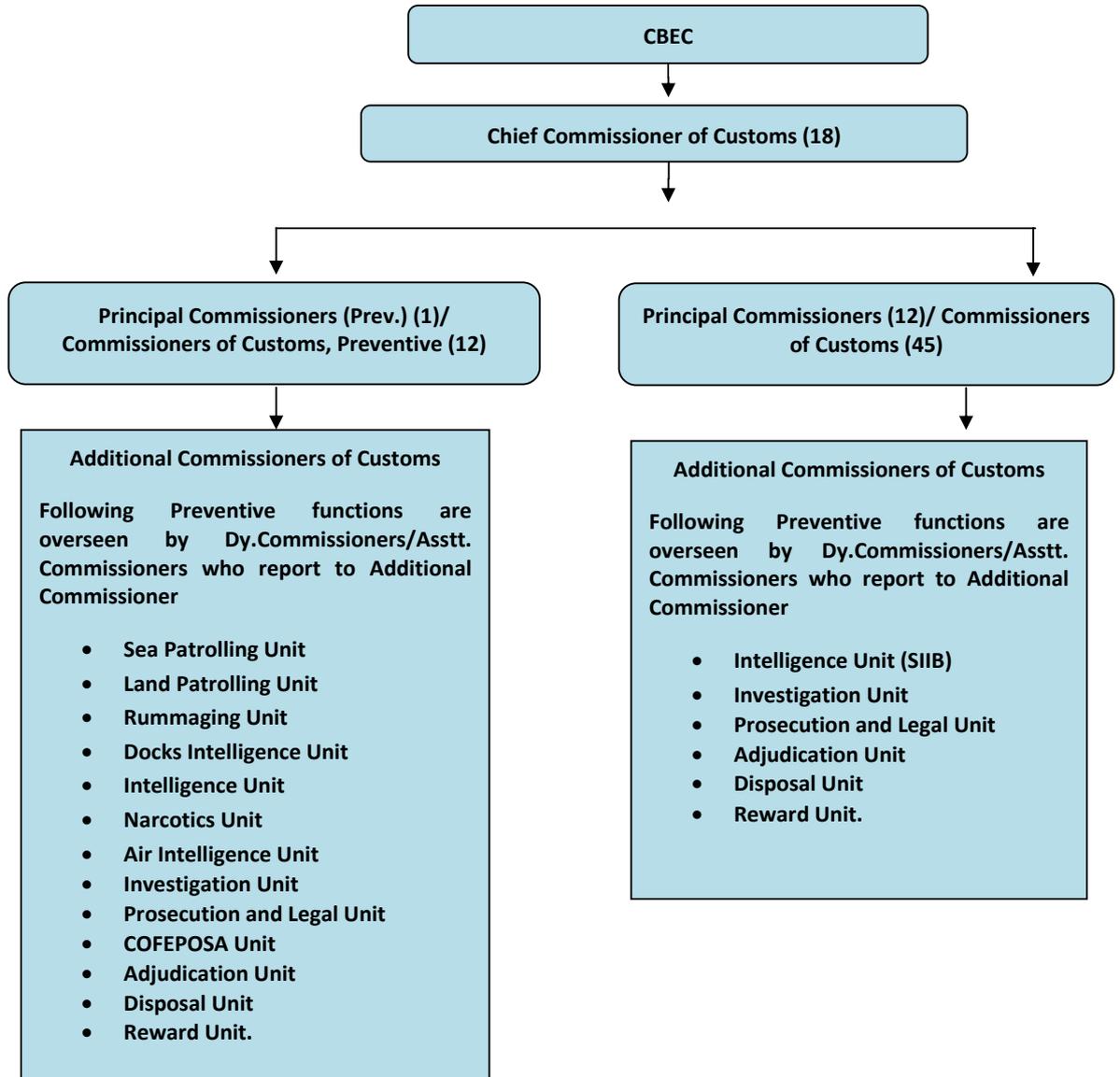
Name of Office	Total commissionerates	Selected for audit scrutiny	Cases selected for audit	Records audited
Delhi	7	4 (NCH-export, Preventive, ICD-TKD, Airport)	300	300
Mumbai	12	4 (Import-II, JNCH, Export, Goa)	277	277
Chennai	10	4 (Chennai-Sea, Tuticorin, Kochi, Trivandrum)	300	300
Ahmadabad	5	3 (Ahmadabad, Kandla, Jodhpur)	212	212
Bangaluru	3	3 (Mangalore, Bangalore-ICD, Airport)	215	215
Chandigarh	2	2 (Ludhiana, Amritsar)	142	142
Lucknow	9	5(Kanpur, Lucknow, Meerut, Noida, Patna)	248	248
Hyderabad	3	3 (Hyderabad, Vishakhapatnam, Bhubaneswar)	225	225
Kolkata	6	3(Kolkata (Port), Kolkata (Airport) and Preventive West Bengal)	458	258
Total	51*	31	2377	2177

*source: Information received from field offices

Annexure 4

Organisational Structure of Preventive Wing of Customs department

(Refer para No. 3.1)



Annexure 5

Requirement of crew as specified by DOL

(Refer para No.3.6.1)

Category-I		Category-II		Category-III/A/B	
Post	Number required	Post	Number required	Post	Number required
Skipper	1	Skipper	1	Sukhani	1
Engineer	1	Engineer	1	L. Mechanic	1
Tindel	1	Skipper mate	1	Seamen	1
Engine Driver	1	Engineer mate	1	Greaser	1
Sr. Deck Hand	1	Seamen	3		
Seamen	4	Greaser	1		
Greaser	1				
Total	10		8		4

Annexure 6

Position of Marine Staff as on 31st March 2016

(Refer para No.3.6.1)

Sr. No.	Office	Commissionerate	GRADE	Sanctioned strength	Men-in-position	vacancy	% of vacancy against strength
1	Mumbai	Commissionerate of Customs (Preventive), Mumbai	(Skipper/Engineer)	15	1	14	93
			(Skipper Mate/Engineer Mate/Tandel /Sukhani/Seaman etc.)	178	89	89	50
			Total	193	90	103	53
2		Goa	Group B (Skipper/Engineer)	6	0	6	100
			Group C (Skipper Mate/Engineer Mate/Tandel/ Sukhani/Seaman etc.)	34	28	6	18
			Total	40	28	12	30
3	Ahemedabad	Kandla	Group B (Skipper/Engineer)	4	0	4	100
			Group C (Skipper Mate/Engineer Mate/Tandel/S ukhani/Seaman etc.)	32	9	23	72
			Total	36	9	27	75
4	Bengaluru	Mangalore	Group B (Skipper/Engineer)	10	0	10	100
			Group C (Skipper Mate/Engineer Mate/Tandel/ Sukhani/Seaman etc.)	51	13	38	75
			Total	61	13	48	79
5	Chennai	Calicut	Group B (Skipper/Engineer)	6	0	6	100
			Group C(Skipper Mate/Engineer Mate/Tandel/ Sukhani/Seaman etc.)	30	20	10	33
			Total	36	20	16	44
6		Cochin	Group B (Skipper/Engineer)	8	2	6	75

Report No.1 of 2017 – Union Government (Indirect Taxes – Customs)

Sr. No.	Office	Commissionerate	GRADE	Sanctioned strength	Men-in-position	vacancy	% of vacancy against strength
			Group C (Skipper Mate/Engineer Mate/Tandel/Sukhani/Seaman etc.	38	16	22	58
			Total	46	18	28	61
7	Hyderabad	Vijayawada	Group B & Group C	14	6	8	57
8		Visakhapatnam	Group B & Group C	18	11	7	39
9	Kolkata	Preventive Commissionerate, Kolkata	Group B	8	3	5	63
			Group C	68	9	59	87
			Total	76	12	64	84
Grand Total				520	207	313	

Annexure 7
Boat Specifications

(Refer Para-No.3.6.3)

S.No.	Category of vessels	Specification of each vessel	Salient features
1	Category-I	Length-20mtrs Breadth-06mtrs Total Height from Keel-09.50mtrs Draught-1.43mtrs Gross tonnage-34 tons	Max speed-25 knots Endurance-3days GPS, Radar, Satcom, VHF/UHF sets
2	Category-II	Length-13mtrs Breadth-3.77mtrs Total Height from Keel-4.42mtrs Draught-0.86mtrs Gross tonnage-11.35 tons	Max speed-40 knots Endurance- 18 hrs GPS, Radar, Satcom, VHF/UHF sets
3	Category-IIIA	Length-9mtrs Breadth-3.02mtrs Total Height from Keel-2.60mtrs Draught-0.80mtrs Gross tonnage-4.83 tons	Max speed-30 knots Endurance-10 hrs Length-9mtrs with Self Righting Property, VHF/UHF sets
4	Category-IIIB	Length-6mtrs Breadth-2.25mtrs Total Height from Keel-2.27mtrs Draught-0.70mtrs Gross tonnage-2.49 tons	Max speed-35 knots Endurance-10 hrs Length-6mtrs with Self Righting Property, VHF/UHF sets

Annexure 8**Details of test checked cases of 'Duty Exemption/Remission schemes' accepted by the department****(Refer Chapter IV)**

Sl. No.	Draft Audit Paragraph	Field office name	Brief subject	Amt. Objected (₹ in lakh)	Amt. Accepted (₹ in lakh)	Amt. Recovery (₹ In lakh)	Name of the Commissionerate/ DGFT/DC
1	DAP5	Bengaluru	Non fulfillment of re-export obligation	37.57	26.76	26.76	RLA, Bangalore, III
2	DAP6	Bengaluru	Non recovery of interest	21.35	19.58	19.58	RLA, Additional Commissioner of Customs, ICD, Whitefiled, Bangalore
3	DAP13	Ahmedabad	Incorrect utilization of CENVAT credit and non payment of SAD	12.99	12.99	12.99	Bharuch
4	DAP20	Ahmedabad	Excess amount of duty credit due to counting of ineligible exports	14.62	14.13	14.13	JDGFT, Ahmedabad
5	DAP29	Bengaluru	Non fulfillment of export obligation	16.28	16.28		RLA, Bengaluru
6	DAP30	Bengaluru	Non fulfillment of export obligation	16.97	16.97		RLA, Bengaluru
7	DAP31	Hyderabad	Non fulfillment of export obligation under EPCG scheme	38.73	38.73	38.73	JDGFT, Hyderabad
8	DAP32	Kolkata	Non recovery of duty exempted against cancelled advance authorization	18.27	21.36	21.36	Asstt. Commissioner of Customs, Gr-VII, Customs House, Kolkata under Commissionerate of Customs (Port)
9	DAP52	Kochi	Excess grant of duty credit	17.35	17.35	17.35	JDGFT, Thiruvanthapuram
10	DAP54	Chennai	Incorrect sanction of SHIS duty credit scrip on time barred application	234.00	148.00	148.00	JDGFT, Coimbatore
11	DAP55	Bengaluru	Reimbursement of inadmissible CST	11.87	0.16	0.16	RLA, Bengaluru

Report No.1 of 2017 – Union Government (Indirect Taxes – Customs)

Sl. No.	Draft Audit Paragraph	Field office name	Brief subject	Amt. Objected (₹ in lakh)	Amt. Accepted (₹ in lakh)	Amt. Recovery (₹ In lakh)	Name of the Commissionerate/ DGFT/DC
12	DAP56	Ahmedabad	Incorrect grant of FPS credit	19.12	19.12	19.12	JDGFT, Ahmedabad
13	DAP62	Hyderabad	Excess sanction of duty free credit entitlement under VKGUY scheme	14.62	13.06	13.06	JDGFT, Visakhapatnam
14	DAP63	Hyderabad	Excess sanction of duty free credit entitlement under VKGUY scheme	10.34	13.37	13.37	JDGFT, Visakhapatnam
15	DAP64	Hyderabad	Non fulfillment of export obligation under EPCG scheme	14.57	36.42	36.42	JDGFT, Hyderabad
16	DAP65	Chennai	Grant of Status Holder Incentive Scrip to ineligible products and non imposition of late cut	12.34	12.33	12.33	JDGFT, Chennai
17	DAP66	Chennai	Grant of SHIS duty credit scrip to ineligible export items	17.41	78.89	78.89	JDGFT, Coimbatore
18	DAP71	Kochi	Non payment of duty due to grant of excess credit in SFIS scrip	27.53	9.61	9.61	JDGFT, Thiruvanthapuram
19	DAP84	Chennai	Grant of duty credit on ineligible items under VKGUY scheme	10.82	10.82	10.82	JDGFT, Coimbatore
20	DAP89	Chennai	Grant of duty credit on ineligible item under KGUY	26.53	20.93	20.93	JDGFT, Coimbatore
21	DAP92	Chennai	Grant of SHIS duty credit for services rendered beyond the application period	15.20	20.45	20.45	JDGFT, Coimbatore

Report No.1 of 2017 – Union Government (Indirect Taxes – Customs)

Sl. No.	Draft Audit Paragraph	Field office name	Brief subject	Amt. Objected (₹ in lakh)	Amt. Accepted (₹ in lakh)	Amt. Recovery (₹ In lakh)	Name of the Commissionerate/ DGFT/DC
22	DAP96	Chennai	Grant of SHIS duty credit to ineligible products falling chemical and allied products sector	28.10	28.1		JDGFT, Chennai
Total				636.58	595.41	534.06	

Annexure 9**Details of test checked cases of 'Assessment of Customs Revenue' accepted by the department****(Refer Chapter V)**

Sl. No.	Draft Audit Paragraph	Field office name	Brief Subject	Amt. objected (₹ in lakh)	Amt. Accepted (₹ in lakh)	Amt. Recovery (₹ in lakh)	Name of the Commissionerate/ DGFT/DC
1	DAP8	Mumbai	Non levy of anti dumping duty	32.95	32.95	5.29	JNCH, Mumbai
2	DAP9	Mumbai	Non levy of safeguard duty	13.24	13.94		NCH, Mumbai
3	DAP11	Mumbai	Non levy of anti dumping duty	36.66	36.66		JNCH, Mumbai
4	DAP12	Ahmedabad	Short levy of anti dumping duty	51.57	56.45	56.45	ICD, Khodiyā
5	DAP14	Ahmedabad	Short recovery of establishment charges	35.58	36.66	36.66	Jamnagar (Preventive Comm.), Gandhidham
6	DAP15	Ahmedabad	Short levy of duty	95.79	110.00	110.00	Custom House, Kandla
7	DAP17	Delhi	Short levy of duty due to non levy of anti dumping duty	15.14	15.22	15.22	ICD, Tughlakabad, New Delhi
8	DAP19	Mumbai	Non levy of countervailing duty	206.00	206.00	206.00	JNCH, Mumbai
9	DAP27	Kolkata	Non levy of customs education cess & Higher Secondary education cess	62.87	47.56	47.56	The Asstt. Commissioner of customs, Agartala Customs Division under Commissionerate of Customs, Shillong
10	DAP33	Mumbai	Non levy of anti dumping duty	10.41	8.10	8.10	JNCH, Mumbai
11	DAP42	Mumbai	Non levy of anti dumping duty	25.24	3.33	3.33	JNCH, Mumbai
12	DAP70	Chennai	Excess payment of duty drawback	10.93	6.62	6.62	Chennai (Sea)
13	DAP74	Kolkata	Non recovery of drawback due to failure to realize export proceeds	15.02	10.26	10.26	ICD, Durgapur under Durgapur Central Excise & Service Tax Commissionerate

Report No.1 of 2017 – Union Government (Indirect Taxes – Customs)

Sl. No.	Draft Audit Paragraph	Field office name	Brief Subject	Amt. objected (₹ in lakh)	Amt. Accepted (₹ in lakh)	Amt. Recovery (₹ in lakh)	Name of the Commissionerate/ DGFT/DC
14	DAP83	Mumbai	Non levy of additional duty on inter unit transfer	16.32	9.12	9.12	JCNH, Mumbai
15	DAP88	Delhi	Short levy of duty due anti dumping duty	11.64	5.39	5.39	ICD, Tughlakabad, Delhi
Total				639.36	598.26	520.00	

Annexure 10

Details of test checked cases of 'Misclassification of goods' accepted by the department

(Refer Chapter VI)

Sl. No.	Draft Audit Paragraph	Field office name	Brief subject	Amt. Objected (₹ in lakh)	Amt. Accepted (₹ in lakh)	Amt. Recovery (₹ In lakh)	Name of the Commissionerate /DGFT/DC
1	DAP2	Chennai	Short levy of duty due to misclassification	30.24	8.39	8.39	Chennai (Sea), Customs
2	DAP3	Bengaluru	Short levy of duty due to incorrect classification	11.62	14.63	14.63	ICD, Bengalurur/ACC, Bangalore
3	DAP4	Bengaluru	Short levy of duty	7.36	10.41	10.41	ACC, Bengaluru
4	DAP16	Delhi	Short levy of duty due to misclassification	25.02	25.02		ICD, Tughlakabad
5	DAP22	Delhi	Short levy of duty due to misclassification	11.31	4.01	4.01	ICD, Patparganj, & Tughlakabad
6	DAP34	Mumbai	Short levy of duty to misclassification	13.06	13.06		JNCH, Mumbai
7	DAP36	Chennai	Short levy of duty due to misclassification	12.25	12.25		Chennai (Sea)
8	DAP37	Chennai	Short levy of duty due to misclassification	16.03	18.46	18.46	Chennai (Sea)
9	DAP41	Mumbai	Short levy of duty to misclassification	24.10	24.1		JNCH, Mumbai
10	DAP44	Mumbai	Short levy of duty to misclassification	22.18	22.18		JNCH, Mumbai
11	DAP51	Mumbai	Short levy of duty to misclassification	20.36	20.36		JNCH, Mumbai
12	DAP68	Chennai	Short levy of duty due to misclassification	10.68	8.30	8.30	Chennai (Sea)
13	DAP69	Chennai	Short levy of duty due to misclassification	12.32	16.22	16.22	Chennai (Air) Customs
14	DAP76	Mumbai	Short levy of duty to misclassification	11.49	11.49		JNCH, Mumbai
15	DAP81	Mumbai	Short levy of duty due to misclassification	10.93	10.93		JNCH, Mumbai
16	DAP87	Delhi	Short levy of duty due to misclassification	10.77	7.11	7.11	ICD, Tughlakabad & Patparganj
17	DAP93	Chennai	Short levy of duty due to misclassification	23.25	11.02	11.02	Chennai (Sea)
18	DAP95	Mumbai	Short levy of duty due to misclassification	52.90	52.90		JNCH, Mumbai
Total				325.87	290.84	98.55	

Annexure 11

Details of test checked cases of 'Incorrect Application of General Exemption Notifications' accepted by the department

(Refer Chapter VII)

Sl. No.	Draft Audit Paragraph	Field office name	Brief subject	Amt. Objected (₹ in lakh)	Amt. Accepted (₹ in lakh)	Amt. Recovery (₹ In lakh)	Name of the Commissionerate/ DGFT/DC
1	DAP58	Delhi	Short levy of duty due to misclassification and subsequent incorrect grant of notification benefit	13.95	13.95		ICD, Tuglakabad, Delhi
2	DAP59	Delhi	Short levy of duty due to incorrect grant of notification benefit	10.87	11.70	11.70	ICD, Tughlakabad, Delhi
Total				24.82	25.65	11.70	

