

ANNEXURES

Annexure 2

Fact Sheet on Special Economic Zones (As on 7.9.2017)

(Refer paragraph 1.7)

Number of Formal approvals	424		
Number of notified SEZs	354 plus 7 Central Govt. plus 11 State/Pvt. SEZs		
Operational SEZs	222		
Units approved in SEZs	4,643		
Investment			
	Investment (As on February 2006)	Incremental Investment	Total Investment (As on 30 June 2017)
Central Government SEZs	₹ 2,279 Cr.	₹ 13,695 Cr.	₹ 15,974 Cr.
State/Pvt. SEZs set up before 2006	₹ 1,756 Cr.	₹ 9,722 Cr.	₹ 11,478 Cr.
SEZs notified under the Act	-	₹ 4,05,690 Cr.	₹ 4,05,690 Cr.
Total	₹ 4,035 Cr.	₹ 4,29,107 Cr.	₹ 4,33,142 Cr.
Employment			
	Employment (As on February 2006)	Incremental Employment	Total Employment (As on 30th June 2017)
Central Government SEZs	1,22,236 persons	1,12,625 persons	2,34,861 persons
State/Pvt. SEZs set up before 2006	12,468 persons	83,502 persons	95,970 persons
SEZs notified under the Act	-	14,48,020 persons	14,48,020 persons
Total	1,34,704 persons	16,44,147 persons	17,78,851 persons
Exports in 2015-16		₹ 4,67,337 Crore	
Exports in 2016-17		₹ 5,23,637 Crore	

Source: www.sezindia.nic.in

Annexure 3
Duty evasion cases detected by DRI (Scheme-wise)
(Refer Paragraph 1.13.5)

Sl. No	Scheme	FY 13	FY 14	FY 15	FY 16	FY 17
		No. of cases				
		Duty (Cr. ₹)				
1	Misuse of End-Use & Other Notification conditions.	39	38	18	69	29
		67.79	1211.67	110.18	770.48	15.91
2	Misuse of EPCG	13	22	49	64	53
		179.55	583.08	289.11	454.92	311.96
3	Undervaluation	210	140	85	92	154
		282.43	432.71	285.64	254.37	184.89
4	Mis-declaration	298	102	52	112	167
		2392.26	224.22	172.42	1187.61	309.09
5	Drawback	71	17		94	58
		1590.14	80.50		1150.46	99.70
6	Misuse of EOU/EPZ/SEZ	7	3	6	18	6
		39.07	6.90	37.50	9.54	37.34
7	Misuse of DEPB	16	5			
		22.77	3.09			
8	Misuse of DEEC/ Advance licence	6	1	11	12	55
		139.73	0	1077.15	15.21	265.21
9	Others	49	366	186	170	145
		28.92	570.55	953.54	2780.73	198.08
Total		709	694	407	631	667
		4742.66	3112.72	2925.54	6623.32	1422.18

Source: DRI Anti smuggling performance report (ASPR).

Annexure 4**Details of test checked cases of 'Irregularities in Duty Exemption/Remission Schemes' accepted and recovered by the department****(Refer Chapter II)**

Sl. No.	Draft Audit Paragraph Brief subject	Field office	Amount. Objected (₹ in lakh)	Amount Accepted (₹ in lakh)	Amount Recovered (₹ In lakh)	Name of the Commissionerate DGFT/DC
1	DAP 5 Incorrect grant of exemption	Ahmedabad	97.00	97.00		Kandla
2	DAP 8 Incorrect utilization of SHIS scrips for import of second hand capital goods	Chennai	49.71	49.71		Chennai (Sea)
3	DAP 10 Non recovery of drawback where export proceeds are not realized	Kochi	28.95	28.95	26.86	Kochi
4	DAP 11 Short recovery of composite fee on non fulfilment of export obligation	Kochi	17.31	17.31	17.31	JDGFT, Kochi
5	DAP 12 Incorrect grant of SHIS scrip for time barred claims	Kochi	14.40	14.40	16.29	JDGFT, Kochi
6	DAP 15 Incorrect grant of SFIS duty credit	Chennai	101.00	101.00	155.00	JDGFT, Chennai
7	DAP24 Excess grant of duty credit under FPS on ineligible exports	Chennai	93.13	93.13	115.00	JDGFT, Coimbatore
8	DAP 27 Non enforcement of Bond/Bank guarantee to recover the duty and interest consequent on non fulfilment of export obligation	Chennai	13.76	13.76	20.83	Chennai (Sea)
9	DAP 45 Grant of excess duty credit entitlement under SFIS	Kolkata	15.14	15.14	5.41	ADGFT, Kolkata
10	DAP 49 Non enforcement of Bond/Bank guarantee to recover the duty and interest consequent on non-fulfilment of export obligation	Chennai	50.22	50.22	130.00	Chennai (Sea)
11	DAP 50 Excess duty credit under SFIS	Bengaluru	14.26	14.26	13.23	ADGFT, Bengaluru

Sl. No.	Draft Audit Paragraph Brief subject	Field office	Amount. Objected (₹ in lakh)	Amount Accepted (₹ in lakh)	Amount Recovered (₹ In lakh)	Name of the Commissionerate DGFT/DC
12	DAP 51 Incorrect reimbursement of Central sales tax on procurements from SEZ/EOU	Chennai	57.35	57.35	57.35	Development Commissionerate, MEPZ, SEZ Chennai
13	DAP 52 Excess grant of duty credit under Focus product scheme	Chennai	18.39	18.39	15.13	JDGFT, Coimbatore
14	DAP 54 Non application of late cut on belated applications resulting in excess grant of duty credit	Chennai	10.38	10.38	10.81	JDGFT, Coimbatore
15	DAP 57 Excess sanction of duty free credit entitlement under VKGUY scheme	Hyderabad	10.03	10.03	12.47	JDGFT, Visakhapatnam
16	DAP 58 Non fulfilment of export obligation	Bengaluru	12.41	12.41	12.41	Commissioner of Customs, New Customs House, Panambur, Mangaluru
17	DAP 59 Non fulfilment of export obligation	Bengaluru	17.51	17.51		ICD, Whitefield, Bengaluru
18	DAP 60 Non fulfilment of export obligation	Bengaluru	36.82	36.82		Regional JDGFT, Bengaluru
19	DAP 66 Non levy of late cut on entitlement	Mumbai	15.48	15.48		DGFT, Mumbai
20	DAP 71 Irregular debiting of clean environment cess to MEIS and FPS schemes on import of coal	Hyderabad	19.49	19.49	19.49	Commissioner of Customs (Preventive), Kakinada
21	DAP 73 Irregular issue of advance licence for supplies made prior to the application	Chennai	80.00	80.00	80.00	Assistant Commissioner of Central Excise, Dindigul
22	DAP 74 Non fulfilment of export obligation	Bengaluru	22.82	22.82		RLA, Bengaluru
23	DAP 75 Non fulfilment of export obligation	Bengaluru	16.60	16.60		RLA, Bengaluru
24	DAP 76 Non fulfilment of export obligation	Bengaluru	60.56	60.56		RLA, Bengaluru

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Sl. No.	Draft Audit Paragraph Brief subject	Field office	Amount. Objected (₹ in lakh)	Amount Accepted (₹ in lakh)	Amount Recovered (₹ In lakh)	Name of the Commissionerate DGFT/DC
25	DAP 78 Reimbursement of inadmissible CST	Bengaluru	13.67	13.67	11.01	Director, Software Technology Parks of India, Bengaluru
26	DAP 85 Non payment of education cess on DTA clearance by an EOU	Chandigarh	10.11	10.11	16.36	Central Excise, Faridabad-II
27	DAP 87 Non fulfilment of export obligation	Benagluru	14.25	14.25		RLA, Bengaluru
Total			910.75	910.75	734.96	

Annexure 5**Details of test checked cases of 'Incorrect Application of General Exemption Notifications' accepted and recovered by the department****(Refer Chapter III)**

Sl. No.	Draft Audit Paragraph Brief subject	Field office name	Amt. Objected (₹ in lakh)	Amt. Accepted (₹ in lakh)	Amt. Recovered (₹ In lakh)	Name of the Commissionerate/ DGFT/DC
1	DAP 1 Short levy of duty due to incorrect grant of exemption of SAD	Kochi	69.26	69.26	72.64	Cochin
2	DAP 20 Short levy of duty due to application of incorrect rate of abatement from RSP	Kolkata	22.21	22.21	-	Petrapole LCS (West Bengal Preventive)
3	DAP 22 Incorrect grant of notification benefits to pasta imports put up in unit containers.	Delhi	10.12	10.12	11.20	ICD, Tughlakabad
4	DAP 32 Incorrect grant of notification benefit to ready-made garments imports	Delhi	11.86	11.86	12.95	ICD, Tughlakabad
Total			113.45	113.45	96.79	

Annexure 6

Details of test checked cases of 'Short/Non-recovery of applicable levies and other charges' accepted and recovered by the department

(Refer Chapter IV)

Sl. No.	Draft Audit Paragraph Brief subject	Field office name	Amt. Objected (₹ in lakh)	Amt. Accepted (₹ in lakh)	Amt. Recovered (₹ In lakh)	Name of the Commissionerate/ DGFT/DC
1	DAP 6 Non recovery of merchant overtime fee	Jaipur	14.49	14.49	14.49	Preventive, Jodhpur
2	DAP 13 Failure to detect undervaluation under project imports	Ahmedabad	34.87	34.87		Jamnagar
3	DAP 14 Short levy of anti dumping duty	Delhi	25.61	25.61	15.40	ICD, Tughlakabad (Import & Export)
4	DAP 16 Short levy of duty due to non recovery of education cess and cement/paper cess	Kolkata	21.60	24.04	24.04	Karimganj, Customs Division (Shillong Commissionerate)
5	DAP 26 Non levy of anti dumping duty	Chennai	49.85	49.85		Customs (Sea)
6	DAP 28 Non recovery of revenue tax arrears due to absence of co-ordination between refund section and recovery cell	Chennai	27.81	27.81	62.68	Tuticorin Sea (Customs)
7	DAP 34 Non levy of anti dumping duty	Delhi and Mumbai	40.13	40.13	33.95	ICD, Rewari, Haryana/JNCH, Nhava Sheva, Mumbai
8	DAP36 Non levy of anti dumping duty	Mumbai	83.76	83.76		JNCH, Nhava Sheva, Mumbai
9	DAP 41 Non levy of anti dumping duty	Mumbai	46.52	46.52	47.46	JNCH, Nhava Sheva, Mumbai
10	DAP 48 Short levy due to incorrect adoption of high sea sale value	Delhi	31.22	31.22	33.62	ICD, Patparganj
11	DAP 55 Short levy due to incorrect adoption of transaction value	Delhi	10.26	10.26	6.29	NCH, New Delhi
12	DAP 79 Short recovery of Customs cost recovery charges	Mumbai	71.09	71.09	71.09	NCH, Mumbai
13	DAP 97 Non collection of duty on Aviation turbine fuel (ATF)	Kochi	20.52	20.52	30.69	Customs House, Kochi
		Total	477.73	480.17	339.71	

Annexure 7**Details of test checked cases of 'Misclassification of Goods' accepted and recovered by the department****(Refer Chapter V)**

Sl. No.	Draft Audit Paragraph Brief subject	Field office	Amt. Objected (₹ in lakh)	Amt. Accepted (₹ in lakh)	Amt. Recovered (₹ In lakh)	Name of the Commissionerate/ DGFT/DC
1	DAP 3 Misclassification of Mens' Polyester jackets imports	Delhi	13.89	13.89	14.16	ICD, Tughlakabad, New Delhi
2	DAP 4 Misclassification of man-made fabric of polyester imports	Delhi	11.98	11.98	12.88	NCH, New Delhi
3	DAP 7 Misclassification of Digital Inkjet printer imports	Chennai	13.98	13.98		Chennai (Sea)
4	DAP 17 Short levy of duty due to misclassification	Delhi	11.54	11.54	10.36	ICD, Tughlakabad, New Delhi
5	DAP 18 Misclassification of Rice Mill Rubber Roller imports	Delhi	9.95	9.95	0.98	ICD, Tughlakabad, New Delhi
6	DAP 30 Misclassification of brass coated steel wire	Delhi	14.01	14.01		ICD, Tughlakabad, New Delhi
7	DAP31 Short levy of duty due to misclassification	Delhi	12.10	12.10	1.03	ICD, Tughlakabad & Patparganj New Delhi
8	DAP 40 Short levy of duty due to misclassification	Mumbai	12.42	12.42		JNCH, Nhava Sheva, Mumbai
9	DAP 42 Misclassification of woven blazers, ladies padded coat imports	Delhi	10.21	10.21	10.80	ICD, Tughlakabad, New Delhi
10	DAP 43 Excess sanction of duty drawback due to misclassification of girls suit, men cotton T-shirts etc.	Delhi	10.26	10.26	4.02	ICD, Tughlakabad & Patparganj New Delhi
11	DAP 44 Misclassification of Nitrogen Evaporator, Oxygen/Nitrogen Elemental analyser.	Hyderabad	11.22	11.22	12.36	ACC, Shamshabad

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12	DAP 84 Misclassification of Parts and accessories of Motor Vehicles imports.	Mumbai	10.67	10.67		JNCH, Mumbai
13	DAP 89 Misclassification of 'Plant growth regulators' imports.	Mumbai	13.12	13.12		JNCH, Mumbai
14	DAP 94 Misclassification of 'Digital thermometer' and wooden sticks imports.	Delhi	10.40	10.40		ICD, Tughlakabad, New Delhi
		Total	165.75	165.75	66.59	