
Appendices

Appendix 2.1 (Reference: Paragraph 2.2.4)

State-wise incidence of errors in assessments						
State	Assessments completed in units selected for audit during 2017-18	Assessments checked in audit during 2017-18	Audit observations ¹²⁰ (Nos.)	Assessments with errors (Nos.)	Total revenue effect of the audit observations (₹ in crore)	Percentage of assessments with errors (Col. 5/ Col. 3x100)
1	2	3	4	5	6	7
Andhra Pradesh & Telangana	17,533	16,948	1,394	1,343	1,499.00	7.92
Assam	4,766	4,738	430	430	27.95	9.08
Bihar	4,196	4,052	247	247	184.46	6.10
Chhattisgarh	5,443	4,310	184	123	91.62	2.85
Delhi	30,264	27,382	1,521	1,342	2,556.98	4.90
Goa	1,947	1,934	87	87	83.58	4.50
Gujarat	14,722	14,443	1,118	1,002	1,044.63	6.94
Haryana	6,566	6,306	740	670	457.01	10.62
Himachal Pradesh	1,231	1,202	249	219	94.16	18.22
Jammu & Kashmir	1,346	1,329	91	87	15.46	6.55
Jharkhand	1,881	1,851	168	139	82.68	7.51
Karnataka	13,710	13,380	1,151	1,071	1,634.84	8.00
Kerala	9,779	9,339	724	675	658.79	7.23
Madhya Pradesh	14,710	13,035	1,124	1,124	558.00	8.62
Maharashtra	1,34,203	79,273	5,150	4,311	13,597.38	5.44
Odisha	7,935	6,581	518	497	460.99	7.55
Punjab	5,619	5,554	485	408	712.71	7.35
Rajasthan	18,328	17,424	825	825	134.60	4.73
Tamil Nadu	23,057	21,983	2,025	1,914	1,644.16	8.71
UT			144	116	28.27	
Chandigarh	1,643	1,642				7.06
Uttarakhand	2,980	2,661	98	95	127.79	3.57
Uttar Pradesh	24,247	23,905	1,040	952	776.18	3.98
West Bengal	33,530	32,000	2,556	2,398	2,100.19	7.49
Total	3,79,636	3,11,272	22,069	20,075	28,571.43	6.45

¹²⁰ This includes all audit observations of under assessment as well as over assessment in corporate tax, income tax and other direct taxes.

Appendix 2.2 (Reference: Paragraph 2.2.6)

Category wise details of underassessment in respect of Corporation tax and Income tax detected during local audit		
	(₹ in crore)	
Sub category	No. of errors	Tax effect
A. Quality of assessments	6,778	5,628.19
a. Arithmetical errors in computation of income and tax	1,867	2,513.51
b. Incorrect application of rate of tax, surcharge etc.	907	870.39
c. Non/short levy of interest/penalty for delay in submission of returns, delay in payment of tax etc.	3,875	1,716.67
d. Excess or irregular refunds / interest on refunds	84	145.43
e. Mistake in assessment while giving effect to appellate orders	45	382.19
B. Administration of tax concessions/exemptions/ deductions	7,867	15,435.02
a. Irregular exemptions/deductions/reliefs given to Corporate	419	1,735.21
b. Irregular exemptions/deductions/reliefs given to Trusts/Firms/Societies	341	131.49
c. Irregular exemptions/deduction/reliefs given to individuals	310	64.48
d. Incorrect allowance of Business Expenditure	5,617	10,954.95
e. Irregularities in allowing depreciation/business losses/Capital losses	1,155	2,534.83
f. Incorrect allowance of DTAT relief	25	14.06
C. Income escaping assessments due to omissions	2,779	3,067.95
a. Under Special Provisions including MAT/Tonnage Tax etc.	289	760.35
b. Unexplained investments/ cash credits etc.	439	405.41
c. Incorrect classification and Computation of Capital Gains	710	811.96
d. Incorrect estimation of arm's length price	64	1.82
e. Omission to club income of spouse, minor child etc.	58	49.51
f. Incorrect computation of Income from House Property	254	117.82
g. Incorrect computation of salary income	350	379.73
h. Omission in implementing provisions of TDS/ TCS	615	541.35
D. Others	3,655	3,220.59
Total	21,079	27,351.75

Appendix 2.3 (Reference: Paragraph 2.4.4)

Category wise details of observations in respect of Draft Paragraphs sent to the Ministry		
Sub category	Cases	Tax Effect (₹ in crore)
A. Quality of assessments	203	1398.31
a. Arithmetical errors in computation of income and tax	60	591.37
b. Incorrect application of rate of tax, surcharge etc.	34	471.16
c. Non/short levy of interest/penalty for delay in submission of returns, delay in payment of tax etc.	100	250.21
d. Excess or irregular refunds/interest on refunds	4	30.98
e. Mistake in assessment while giving effect to appellate orders	5	54.59
B. Administration of tax concessions/exemptions/deductions	167	3188.82
a. Irregular exemptions/deductions/reliefs given to Corporate	27	477.25
b. Irregular exemptions/deductions/reliefs given to Trusts/Firms/Societies	6	3.66
c. Irregular exemptions/deductions/reliefs given to individuals	2	0.58
d. Incorrect allowance of Business Expenditure	59	901.27
e. Irregularities in allowing depreciation/business losses/Capital losses	73	1806.06
C. Income escaping assessment due to omissions	68	364.64
a. Under special provisions including MAT/Tonnage Tax etc.	29	100.65
b. Incorrect classification and Computation of Capital Gains	12	22.92
c. Incorrect Computation of Income	7	51.73
d. Omission in implementing provisions of TDS/TCS	3	127.26
e. Unexplained investment/ cash credit	6	46.79
f. Incorrect estimation of Arm's Length Price	11	15.29
D. Others	34	245.95
Over charge of tax/interest	34	245.95
Total	472	5197.72

Appendix 2.4 (Reference: Paragraph 2.6.2)

Cases where remedial action has become time barred in FY 2017-18		
State	Audit observations where remedial action became time barred	
	Cases	Tax effect (₹ in crore)
Andhra Pradesh & Telangana	-	-
Assam	52	4.21
Bihar	505	78.88
Chhattisgarh	40	12.00
Delhi	6	0.14
Goa	10	10.62
Gujarat	155	221.81
Haryana	73	51.02
Himachal Pradesh	148	7.25
Jammu & Kashmir	18	0.15
Jharkhand	20	7.57
Karnataka	34	118.39
Kerala	102	46.65
Madhya Pradesh	62	14.63
Maharashtra	407	242.98
Odisha	387	945.58
Punjab	119	9.25
Rajasthan	53	65.44
Tamil Nadu	288	779.83
UT Chandigarh	5	0.01
Uttarakhand	-	-
Uttar Pradesh	50	22.86
West Bengal	205	95.90
Total	2,739	2735.17

Appendix 2.5 (Reference Paragraph 2.7.2)

Details of non-production of records during FY 2015-16 to FY 2017-18					
States	Records requisitioned in FY 2017-18	Records not produced in FY 2017-18	Percentage of records not produced in FY 2017-18	Percentage of records not produced in FY 2016-17	Percentage of records not produced in FY 2015-16
Andhra Pradesh & Telangana	18,715	985	5.26	5.10	N.A
Assam	4,766	28	0.59	0.03	0.36
Bihar	4,389	299	6.81	8.26	14.05
Chhattisgarh	4,339	13	0.30	1.12	0.00
Delhi	35,961	7,713	21.45	18.60	23.20
Goa	1,748	43	2.46	6.01	2.79
Gujarat	25,460	610	2.40	4.14	2.71
Haryana	6,639	317	4.77	0.86	7.87
Himachal Pradesh	1,297	68	5.24	0.00	17.75
Jammu & Kashmir	1,346	17	1.26	0.16	1.39
Jharkhand	1,918	39	2.03	1.45	5.37
Karnataka	14,066	793	5.64	7.10	7.31
Kerala	10,251	514	5.01	3.11	11.36
Madhya Pradesh	14,651	1,710	11.67	13.85	17.56
Maharashtra	99,643	8,557	8.59	6.80	6.74
Odisha	7,795	541	6.94	9.44	29.36
Punjab	5,862	298	5.08	0.12	15.49
Rajasthan	17,586	1,713	9.74	7.96	6.38
Tamil Nadu	36,165	4,115	11.38	16.18	13.16
UT Chandigarh	1,649	1	0.06	3.01	45.90
Uttarakhand	1,800	28	1.56	0.63	21.35
Uttar Pradesh	24,384	408	1.67	3.47	4.86
West Bengal	36,776	2,386	6.49	7.43	5.30
Total	3,77,206	31,196	8.27	8.29	10.74