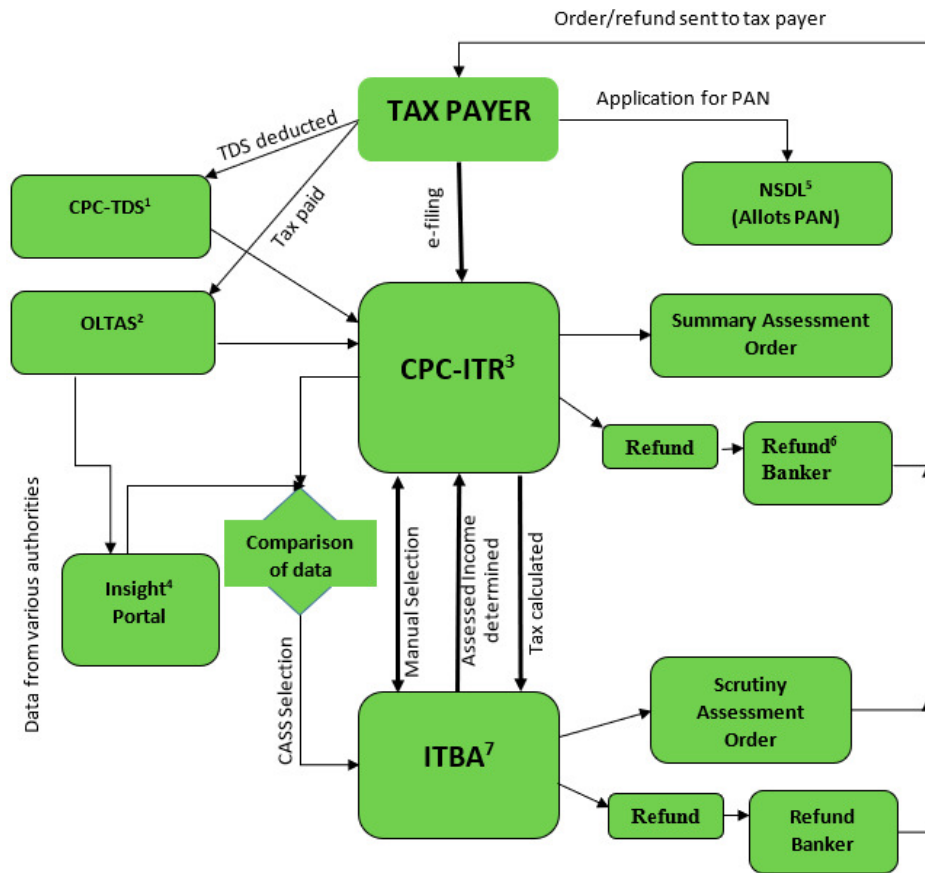


Appendices

Appendix 1.1 (Reference Paragraph 1.6)

Tax Administration process



1. CPC-TDS (Centralized Processing Centre – Tax Collection at source) reconciles and co-relates information from various sources including banks, deductors, Assessing Officers (AOs) and Tax Professionals.
2. OLTAS (Online Tax Accounting System) is a system for collection, accounting and reporting of the receipts and payments of Direct Taxes from all kind of taxpayers, online through a network of bank branches.
3. CPC-ITR (Centralized Processing Centre – Income Tax Returns) for bulk processing of Income Tax Returns (ITRs) expeditiously determines the tax payable by, or refund due to the assessee.
4. The Insight Portal uses data mining, research and analytics against black money and tax evasion and provides inputs for CASS (Computer Aided Scrutiny Selection) selection.
5. NSDL (National Securities Depository Ltd) through its chain of TIN-Facilities (TIN-FCs) and PAN centres accepts PAN applications and issues PANs.
6. Facilitates transmission of refunds generated by CPC/AOs to the State Bank of India, CMP branch for further distribution to taxpayers.
7. ITBA (Income Tax Business Application) is a business application to create paperless electronic processes and to provide a single user interface to access various functionalities of the ITD.

Appendix 2.1 (Reference: Paragraph 2.2.4)

State	Assessments completed in units selected for audit during 2019-20	Assessments checked in audit during 2019-20	Audit observations raised during 2019-20	Assessment seen by IAP where audit observations raised	Percentage where audit observation raised after audit by IAP
1	2	3	4	5	6
Andhra Pradesh & Telangana	26,514	16,441	1,275	231	18.12
Assam	4,327	4,069	269	8	2.97
Delhi	42,998	40,112	2,074	35	1.69
Gujarat	8,486	7,868	575	8	1.39
UTs of Jammu & Kashmir and Ladakh, Himachal Pradesh, UT Chandigarh, Punjab and Haryana	31,710	23,199	1,329	84	6.32
Karnataka and Goa	8,881	8,301	639	75	11.74
Kerala	4,768	4,638	434	114	26.27
Madhya Pradesh and Chattisgarh	31,721	24,232	1,319	55	4.17
Maharashtra	89,383	41,731	2,195	62	2.82
Odisha	3,667	3,322	368	13	3.53
Rajasthan	10,488	10,382	430	12	2.79
Tamil Nadu	27,257	23,903	2,285	94	4.11
Uttar Pradesh, Bihar and Jharkhand	23,576	22,871	747	2	0.27
West Bengal	34,161	32,271	2,254	12	0.53
Total	3,47,937	2,63,340	16,193	805	4.97

Appendix 2.2 (Reference: Paragraphs 2.3)

Category wise details of observations in respect of DPs sent to the Ministry		
Sub category	Cases	TE (₹ in crore)
A. Quality of assessments	300	1,144.58
a. Arithmetical errors in computation of income and tax	39	291.17
b. Incorrect application of rate of tax, surcharge etc.	50	118.40
c. Non/short levy of interest/penalty for delay in submission of returns, delay in payment of tax etc.	198	668.24
d. Excess or irregular refunds/interest on refunds	6	24.08
e. Errors in assessment while giving effect to appellate orders	7	42.69
B. Administration of tax concessions/exemptions/deductions	175	2,972.12
a. Irregular exemptions/deductions/rebates/relief/MAT credit	30	1,733.64
b. Irregular exemptions/deductions/reliefs given to Trusts/ Firms/Societies	3	2.85
c. Irregular exemptions/deductions/reliefs given to individuals	2	1.66
d. Incorrect allowance of Business Expenditure	42	188.86
e. Irregularities in allowing depreciation/business losses/ Capital losses	98	1,045.11
C. Income escaping assessment due to errors	80	8639.39
a. Under special provisions including MAT/Tonnage Tax etc.	8	234.18
b. Income not assessed/ under assessed under normal provisions	17	1069.86
c. Incorrect classification and Computation of Capital Gains	10	7015.68
d. Incorrect Computation of Income	19	19.36
e. Errors in implementing provisions of TDS/TCS	7	13.89
f. Unexplained investment/ cash credit	10	249.41
g. Incorrect estimation of Arm's Length Price	9	37.01
D. Others	23	137.04
Over charge of tax/interest	23	137.04
Total	578	12,893.13

Appendix 2.3 (Reference Paragraph 2.4.6)

Details of non-production of records during FY 2017-18 to FY 2019-20						
States	Records requisitioned in FY 2019-20	Records not produced in FY 2019-20	Percentage of records not produced in FY			
			2019-20	2018-19	2017-18	
Andhra Pradesh & Telangana	13,508	723	5.35	5.05	5.26	
Assam	4,327	258	5.96	2.16	0.59	
Bihar	902	21	2.33	5.05	6.81	
Chhattisgarh	6,959	46	0.66	0.00	0.30	
Delhi	43,380	2,889	6.66	9.32	21.45	
Goa	796	1	0.13	2.37	2.46	
Gujarat	8,485	618	7.28	2.26	2.40	
Haryana	13,577	192	1.41	0.68	4.77	
Himachal Pradesh	430	36	8.37	1.56	5.24	
UTs of Jammu & Kashmir; and Ladakh	1,016	0	0.00	10.66	1.26	
Jharkhand	2,008	17	0.85	1.46	2.03	
Karnataka	8,085	252	3.12	2.91	5.64	
Kerala	5,056	314	6.21	3.22	5.01	
Madhya Pradesh	18,324	533	2.91	3.75	11.67	
Maharashtra	46,471	1,763	3.79	4.86	8.59	
Odisha	3,989	345	8.65	5.99	6.94	
Punjab	6,578	104	1.58	2.35	5.08	
Rajasthan	10,513	106	1.01	4.82	9.74	
Tamil Nadu	32,595	8,618	26.44	12.31	11.38	
UT Chandigarh	2,013	83	4.12	1.11	0.06	
Uttarakhand	2,097	11	0.52	0.55	1.56	
Uttar Pradesh	17,653	305	1.73	1.60	1.67	
West Bengal	31,177	2153	6.91	5.11	6.49	
Total	2,79,939	19,388	6.92	4.98	8.27	